

FINANCIAL SECURITY CORPORATION

	CPP Disbursement Date 02/13/2009	RSSD (Holding Company) 1060850	Number of Insured Depository Institutions 1	
Selected balance and off-balance sheet items	2008 \$ millions	2009 \$ millions	%chg from prev	
Assets	\$239	\$263	10.3%	
Loans	\$151	\$152	0.4%	
Construction & development	\$16	\$12	-26.6%	
Closed-end 1-4 family residential	\$32	\$33	4.2%	
Home equity	\$1	\$1	21.0%	
Credit card	\$1	\$1	-0.2%	
Other consumer	\$10	\$9	-9.8%	
Commercial & Industrial	\$27	\$27	0.5%	
Commercial real estate	\$32	\$32	2.3%	
Unused commitments	\$30	\$27	-11.4%	
Securitization outstanding principal	\$0	\$0		
Mortgage-backed securities (GSE and private issue)	\$25	\$51	101.2%	
Asset-backed securities	\$0	\$0		
Other securities	\$26	\$31	16.0%	
Cash & balances due	\$7	\$7	7.2%	
Residential mortgage originations				
Closed-end mortgage originated for sale (quarter)	\$0	\$0		
Open-end HELOC originated for sale (quarter)	\$0	\$0		
Closed-end mortgage originations sold (quarter)	\$0	\$0		
Open-end HELOC originations sold (quarter)	\$0	\$0		
Liabilities	\$221	\$239	8.1%	
Deposits	\$202	\$222	9.9%	
Total other borrowings	\$18	\$16	-10.8%	
FHLB advances	\$9	\$6	-32.6%	
Equity				
Equity capital at quarter end	\$18	\$24	37.4%	
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$1	\$5	NA	
Performance Ratios				
Tier 1 leverage ratio	7.5%	9.0%	--	
Tier 1 risk based capital ratio	10.4%	14.0%	--	
Total risk based capital ratio	11.7%	15.2%	--	
Return on equity ¹	10.0%	6.3%	--	
Return on assets ¹	0.8%	0.6%	--	
Net interest margin ¹	3.7%	3.3%	--	
Coverage ratio ((ALL+Alloc transfer risk)/Noncurrent loans)	955.6%	132.4%	--	
Loss provision to net charge-offs (qtr)	-1233.3%	171.6%	--	
Net charge-offs to average loans and leases ¹	0.0%	0.3%	--	
¹ Quarterly, annualized.				
	Noncurrent Loans		Gross Charge-Offs	
Asset Quality (% of Total Loan Type)	2008	2009	2008	2009
Construction & development	1.0%	9.8%	0.0%	0.0%
Closed-end 1-4 family residential	0.1%	0.7%	0.0%	0.1%
Home equity	0.0%	0.0%	0.0%	0.0%
Credit card	0.7%	0.2%	0.1%	0.8%
Other consumer	0.1%	0.0%	0.0%	0.0%
Commercial & Industrial	0.1%	0.9%	0.0%	0.3%
Commercial real estate	0.0%	0.6%	0.0%	0.0%
Total loans	0.2%	1.2%	0.0%	0.1%