



This schedule provides selected information related to the Company's ownership interests in consolidated and non-consolidated Portfolio Assets and is provided for informational purposes to provide an indication of the future potential unrealized gross profit attributable to those portfolios. In preparing this schedule, management was required to make certain estimates and assumptions surrounding the underlying assets in the Portfolios that impact the reported amounts. Such estimates and assumptions could change in the future, as more information becomes known, which could impact the reported amounts. As future events and their effects cannot be determined with precision, actual results could differ significantly from these estimates.

- (1) Basis in Portfolio Assets represents FirstCity's share of the unamortized purchase price of the Portfolios held by the various acquisition entities, some of which are consolidated by FirstCity and others held through equity investments in unconsolidated partnerships.
- (2) Estimated Remaining Collections represents FirstCity's share of future projected net cash collections expected from the Portfolios Assets.
- (3) Unrealized Gross Profit represents the excess difference between the Estimated Remaining Collections and the Basis in Portfolio Assets.
- (4) FirstCity considers Basis in Portfolio Assets a useful measurement of the Company's underlying holdings and interests in Portfolio Assets. As FirstCity's share of Basis in Portfolio Assets is considered a non-GAAP measure, the following reconciliation is provided:

	12/31/2007	12/31/2008	6/30/2009
FirstCity's consolidated Portfolio Assets (as reported in "Total Portfolio Assets" on the balance sheet of the respective Form 10-K or 10-Q)	\$ 122,001	148,213	237,426
Noncontrolling interests in FirstCity's consolidated Portfolio Assets (component of "Noncontrolling interests" on the balance sheet of the respective Form 10-K or 10-Q)	(4,474)	(11,460)	(38,482)
FirstCity's interest in Portfolio Assets held by Acquisition Partnerships (a component of "Assets" as reported in the "Condensed Combined Balance Sheets" tabular disclosure under the "Equity Investments" footnote of the respective Form 10-K or 10-Q)	101,460	75,817	76,308
FirstCity's basis in consolidated and non-consolidated Portfolio Assets	<u>\$ 218,987</u>	<u>212,570</u>	<u>275,252</u>