



BOARD OF GOVERNORS
OF THE
FEDERAL RESERVE SYSTEM
WASHINGTON, D. C. 20551

ADDRESS OFFICIAL CORRESPONDENCE
TO THE BOARD

March 25, 1997

Ms. Katie Winchester
President & Chief Executive Officer
First Citizens Bancshares, Inc.
P.O. Box 370
Dyersburg, Tennessee 38025

Dear Ms. Winchester:

The Secretary of the Board of Governors of the Federal Reserve System, acting pursuant to authority delegated by the Board, has reviewed the notice filed under section 4(j)(5)(B) of the Bank Holding Company Act ("BHC Act"), as amended by section 2208 of the Economic Growth and Regulatory Paperwork Reduction Act of 1996 (Pub. L. No. 104-208, § 2208, 110 Stat. 3009 (1996)), by First Citizens Bancshares, Inc., Dyersburg, Tennessee ("First Citizens"), to acquire up to 7.1 percent of the voting shares of SecurAmerica Holding Corporation, Memphis, Tennessee ("SecurAmerica"), a de novo corporation, and, incident thereto, engage in the origination, brokering, and/or servicing of loans or extensions of credit for its own account or for the account of others through SecurAmerica's wholly owned subsidiary, SecurAmerica Business Credit, Memphis, Tennessee, a licensed business and industrial development company. The Board has determined that making, acquiring, or servicing loans or other extensions of credit is closely related to banking under Section 225.25(b)(1) of the Board's Regulation Y (12 C.F.R. 225.25(b)(1)).

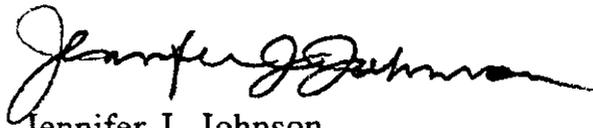
First Citizens has certified that all the criteria set forth in section 4(j)(4) of the BHC Act are met and has filed the information required under that section. Based on all the facts of record, including relevant examination, financial and other reports maintained by the Federal Reserve System, the System does not object to the consummation of the proposal at this time. In making this determination, the Secretary has relied on all of the facts of record and all of the representations and commitments made by First Citizens in connection with this proposal. The representations and commitments are

conditions imposed in writing in connection with the findings and decision herein, and, as such, may be enforced under applicable provisions of law. As provided in section 4(j)(4)(C)(i) of the BHC Act, this determination is subject to all the restrictions, terms, and conditions imposed by the Board on the origination and servicing of loans by bank holding companies and their nonbank subsidiaries.

Approval of this notice is subject to the Board's authority to require reports by, and make examinations of, holding companies and their subsidiaries and to require such modification or termination of activities of a holding company or any of its subsidiaries as the Board finds necessary to assure compliance with the Act, and the Board's regulations and orders issued thereunder.

The transaction should be consummated within three months after the effective date of this letter, unless such period is extended by the Federal Reserve Bank of St. Louis. In connection with these provisions, advice of the fact of consummation should be given in writing to the Reserve Bank.

Very truly yours,



Jennifer J. Johnson
Deputy Secretary of the Board

cc: Federal Reserve Bank of St. Louis
Department of Justice