



Board of Governors of the Federal Reserve System



# Annual Report of Bank Holding Companies—FR Y-6

## Report at the close of business as of the end of fiscal year

This Report is required by law: Section 5(c)(1)(A) of the Bank Holding Company Act (12 U.S.C. § 1844 (c)(1)(A)); Section 8(a) of the International Banking Act (12 U.S.C. § 3106(a)); Sections 11 (a)(1), 25 and 25A of the Federal Reserve Act (12 U.S.C. §§ 248(a)(1), 602, and 611a); Section 211.13(c) of Regulation K (12 C.F.R. § 211.13(c)); and Section 225.5(b) of Regulation Y (12 C.F.R. § 225.5(b)). Return to the appropriate Federal Reserve Bank the original and the number of copies specified.

This report form is to be filed by all top-tier bank holding companies organized under U.S. law, and by any foreign banking organization that does not meet the requirements of and is not treated as a qualifying foreign banking organization under section 211.23 of Regulation K (12 C.F.R. § 211.23). The Federal Reserve may not conduct or sponsor, and an organization (or a person) is not required to respond to, an information collection unless it displays a currently valid OMB control number.

NOTE: The *Annual Report of Bank Holding Companies* must be signed by one director of the top-tier bank holding company. This individual should also be a senior official of the top-tier bank holding company. In the event that the top-tier bank holding company does not have an individual who is a senior official and is also a director, the chairman of the board must sign the report.

Date of Report (top-tier bank holding company's fiscal year-end):  
December 31, 2011

Month / Day / Year

I, D. Michael Kramer

Reporter's Name, Street, and Mailing Address  
First Security Group, Inc.

Name of the Bank Holding Company Director and Official

Legal Title of Bank Holding Company

President, CEO & Director

P.O. Box 11247

Title of the Bank Holding Company Director and Official

(Mailing Address of the Bank Holding Company) Street / P.O. Box

attest that the *Annual Report of Bank Holding Companies* (including the supporting attachments) for this report date have been prepared in conformance with the instructions issued by the Federal Reserve System and are true and correct to the best of my knowledge and belief.

Chattanooga TN 37401  
City State Zip Code

531 Broad Street

Physical location (if different from mailing address)

With respect to information regarding individuals contained in this report, the Reporter certifies that it has the authority to provide this information to the Federal Reserve. The Reporter also certifies that it has the authority, on behalf of each individual, to consent or object to public release of information regarding that individual. The Federal Reserve may assume, in the absence of a request for confidential treatment submitted in accordance with the Board's "Rules Regarding Availability of Information," 12 C.F.R. Part 261, that the Reporter and individual consent to public release of all details in the report concerning that individual.

Person to whom questions about this report should be directed:

Jeff Ross AVP, Assistant Controller  
Name Title

(423) 308-2017

Area Code / Phone Number / Extension

(423) 267-3383

Area Code / FAX Number

jrross@fsgbank.com

E-mail Address

www.fsgbank.com

Address (URL) for the Bank Holding Company's web page

Signature of Bank Holding Company Director and Official

3/30/12

Date of Signature

For bank holding companies **not** registered with the SEC—

Indicate status of Annual Report to Shareholders:

- is included with the FR Y-6 report
- will be sent under separate cover
- is not prepared

For Federal Reserve Bank Use Only

RSSD ID 283680  
C.I. \_\_\_\_\_

Does the reporter request confidential treatment for any portion of this submission?

Yes Please identify the report items to which this request applies:

In accordance with the instructions on pages GEN-2 and 3, a letter justifying the request is being provided.

The information for which confidential treatment is sought is being submitted separately labeled "Confidential."

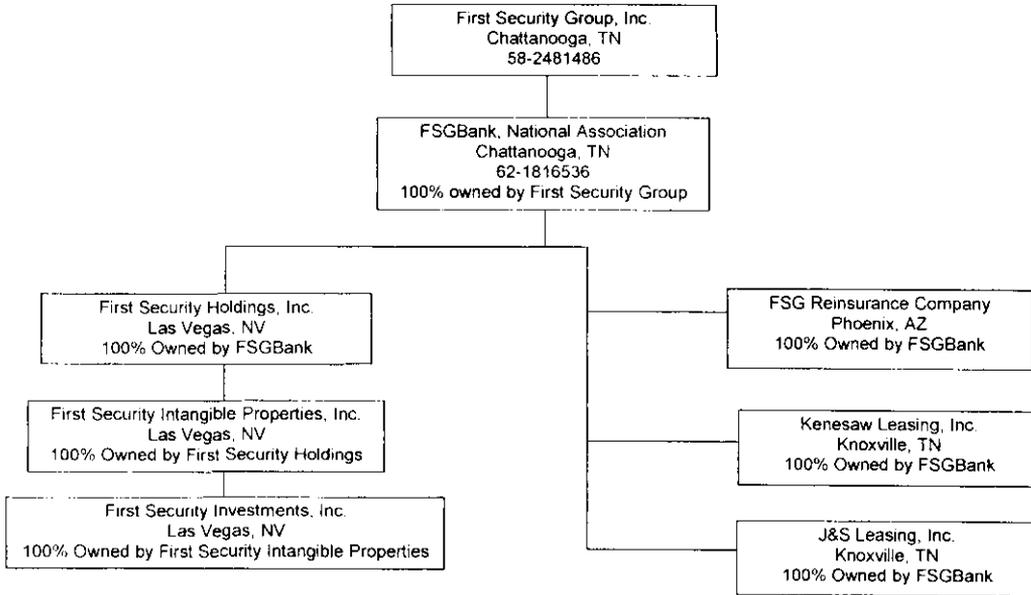
No

**Form FR Y-6**  
**First Security Group, Inc.**  
**Chattanooga, TN**  
**Fiscal Year Ending December 31, 2011**

**Report Item 1: Annual Report to Shareholders**

First Security Group, Inc. is registered with the SEC

# First Security Group, Inc. Organizational Chart



**Form FR Y-6**  
**First Security Group, Inc.**  
**Chattanooga, TN**  
**Fiscal Year Ending December 31, 2011**

**Report Item 2b:** Submitted via email on 3/14/2012.

**Form FR Y-6**  
**First Security Group, Inc.**  
**Fiscal Year Ending December 31, 2011**

**Report Item 3: Shareholders**

(1)(a)(b)(c) and (2)(a)(b)(c)

Current Shareholders with ownership, control or holdings of 5% or more with power to vote as of fiscal year ending 12-31-2011

Shareholders not listed in 3(1)(a) through 3(1)(c) that had ownership, control or holding of 5% or more with power to vote during the fiscal year ending 12-31-2011

(1)(a) Name & Address (City, State)	(1)(b) Country of Citizenship or Incorporation	(1)(c) Number and Percentage of Each Class of Voting Securities	(2)(a) Name & Address (City, State)	(2)(b) Country of Citizenship or Incorporation	(2)(c) Number and Percentage of Each Class of Voting Securities
✓ First Security Group, Inc. 401(k) and Employee Stock Ownership Plan <sup>5</sup> Trustee - FSGBank, N.A. Chattanooga, TN	USA	68,638 or 4.08% <sup>1</sup> 0 or 0.00% <sup>(2)</sup> 30,725 or 1.82% <sup>3</sup> 99,363 or 5.90% <sup>4</sup> Common Stock	✓ ClearBridge Advisors, LLC New York, NY	USA	80,120 or 4.88% <sup>3</sup> 87,352 or 5.32% <sup>4</sup> Common Stock
✓ Wellington Management Company, LLP Boston, MA	USA	113,540 or 6.74% <sup>(1)</sup> 127,960 or 7.60% <sup>(2)</sup> Common Stock	U.S. Treasury <sup>(6)</sup> Washington, D.C. ✓	USA	82,363 or 5.02% <sup>(6)</sup> Warrants on Common Stock

<sup>1</sup> Represents shares beneficially owned with "Shared Voting Power" as defined by the SEC Schedule 13G.

<sup>2</sup> Represents shares beneficially owned with "Shared Dispositive Power" as defined by the SEC Schedule 13G.

<sup>3</sup> Represents shares beneficially owned with "Sole Voting Power" as defined by the SEC Schedule 13G.

<sup>4</sup> Represents shares beneficially owned with "Sole Dispositive Power" as defined by the SEC Schedule 13G.

<sup>5</sup> The ESOP has sole voting power with respect to shares held by it which have not been allocated to participant accounts, shared voting power with respect to shares held by it which have been allocated to participant accounts and sole dispositive power with respect to all shares (allocated and unallocated) held by the ESOP. The Trustee may be deemed to beneficially own the shares held by the ESOP. However, the Trustee expressly disclaims beneficial ownership of all of such shares. Other than the shares held by the ESOP, the Trustee does not beneficially own any shares of Common Stock.

Pursuant to the ESOP, participants in the ESOP are entitled to instruct the Trustee as to the voting of the shares allocated to their ESOP accounts. On each issue with respect to which shareholders are entitled to vote, the Trustee is required to vote the shares held by the ESOP which have not been allocated to participant accounts in the manner directed under the ESOP.

<sup>6</sup> Warrants issued through the TARP CPP program by the U.S. Treasury to purchase shares of common stock of the bank holding company.

**Form FR Y-6**  
**First Security Group, Inc.**  
**Fiscal Year Ending December 31, 2011**

**Report Item 4: Insiders**  
**(1)(a)(b)(c) and (2)(a)(b)(c)**

(1) Names & (City, State)	(2) Address Principal Occupation if other than with Bank Holding Company	(3)(a) Title & Position with Bank Holding Company	(3)(b) Title & Position with Subsidiaries (Include names of subsidiaries)	(3)(c) Title & Position with Other Businesses (Include names of other businesses)	(4)(a) Percentage of Voting Shares in Bank Holding Company	(4)(b) Percentage of Voting Shares in Subsidiaries (Include names of subsidiaries)	(4)(c) List names of other companies (Includes partnerships) if 25% or more of voting securities are held (List names of companies and percentage of voting securities held)
D. Michael Kramer Chattanooga, TN	N/A	President, CEO & Director	President, CEO & Director (FSGBank, N.A.)	N/A	2.08%	N/A	None
✓ Carol H. Jackson Knoxville, TN	Retired	Chairman of the Board & Director	Chairman of the Board & Director (FSGBank, N.A.)	N/A	0.50%	N/A	None
✓ William Charles Hall Chattanooga, TN	Retired	Director	Director (FSGBank, N.A.)	N/A	0.01%	N/A	T&C Holdings G.P. - 30%
✓ Ralph L. Kendall Chattanooga, TN	Retired	Director	Director (FSGBank, N.A.)	N/A	0.21%	N/A	None
Kelly P. Kirkland Chattanooga	Retired	Director	Director (FSGBank, N.A.)	N/A	0.00%	N/A	None
Robert Keller Williamsburg, VA	Financial Services	Director	Director (FSGBank, N.A.)	Triumph Investment Managers, LLC Managing Director Security Business Bancorp Chairman First State Bank Chairman Pennichuck Corp. Director & Chairman of the Audit Committee Homeland Renewable Energy Inc. Director & Chairman of the Compensation Committee	1.65%	N/A	None

(1) Name & (City, State)	(2) Principal Occupation if other than with Bank Holding Company	(3)(a) Title & Position with Bank Holding Company	(3)(b) Title & Position with Subsidiaries (Include names of subsidiaries)	(3)(c) Title & Position with Other Businesses (include names of other businesses)	(4)(a) Shares in Bank Holding Company	(4)(b) Percentage of Voting Shares in Subsidiaries (include names of subsidiaries)	(4)(c) List names of other companies (includes partnerships) if 25% or more of voting securities are held (List names of companies and percentage of voting securities held)
Cense M. Cobb Chattanooga, TN	N/A	Chief Administrative Officer & Executive Vice President (FSGBank, N.A.)	Chief Administrative Officer & Executive Vice President (FSGBank, N.A.)	N/A	0.65%	N/A	None
Joseph Dell Chattanooga, TN	N/A	Chief Lending Officer & Executive Vice President	Chief Lending Officer & Executive Vice President (FSGBank, N.A.)	N/A	0.40%	N/A	None
John R. Haddock Chattanooga, TN	N/A	Chief Financial Officer, Secretary & Executive Vice President	Chief Financial Officer, Secretary & Executive Vice President (FSGBank, N.A.)	N/A	0.66%	N/A	None
Chris Tietz Chattanooga, TN	N/A	Chief Credit Officer & Executive Vice President	Chief Credit Officer & Executive Vice President (FSGBank, N.A.)	N/A	0.00%	N/A	None

**Results:** A list of branches for your BHC: FIRST SECURITY GROUP, INC. (2836801) of CHATTANOOGA, TN.  
The data are as of 12/31/2011. Data reflects information that was received and processed through 01/05/2012.

#### Reconciliation and Verification Steps

1. In the **Data Action** column of each branch row, enter one or more of the actions specified below.
2. If required, enter the date in the **Effective Date** column.

#### Actions

**OK:** If the branch information is correct, enter 'OK' in the **Data Action** column.

**Change:** If the branch information is incorrect or incomplete, revise the data, enter 'Change' in the **Data Action** column and the date when this information first became valid in the **Effective Date** column.

**Close:** If a branch listed was sold or closed, enter 'Close' in the **Data Action** column and the sale or closure date in the **Effective Date** column.

**Delete:** If a branch listed was never owned by this depository institution, enter 'Delete' in the **Data Action** column.

**Add:** If a reportable branch is missing, insert a row, add the branch data, and enter 'Add' in the **Data Action** column and the opening or acquisition date in the **Effective Date** column.

If printing this list, you may need to adjust your page setup in MS Excel. Try using landscape orientation, page scaling, and/or legal sized paper.

#### Submission Procedure

When you are finished, send a saved copy to your FRB contact. See the detailed instructions on this site for more information.

If you are e-mailing this to your FRB contact, put your institution name, city and state in the subject line of the e-mail.

Note:

To satisfy the **FR Y-10 reporting requirements**, you must also submit FR Y-10 Domestic Branch Schedules for each branch with a **Data Action** of Change, Close, Delete, or Add.

The FR Y-10 report may be submitted in a hardcopy format or via the FR Y-10 Online application - <https://y10online.federalreserve.gov>.

\* FDIC UNINUM, Office Number, and ID\_RSSD columns are for reference only. Verification of these values is not required.

Data Action	Branch Service Type	Branch ID_RSSD*	Popular Name	Street Address	City	State	Zip Code
OK	Full Service (Head Office)	2920737	FSGBANK, NATIONAL ASSOCIATION	531 BROAD STREET	CHATTANOOGA	TN	37402
OK	Full Service	3181030	BRYMAN'S PLAZA BRANCH	715 SOUTH THORTON AVENUE	DALTON	GA	30720
OK	Full Service	2836810	DALTON BRANCH	401 SOUTH THORNTON AVENUE	DALTON	GA	30720
OK	Full Service	2514042	EAST WALNUT AVENUE BRANCH	2918 EAST WALNUT AVENUE	DALTON	GA	30721
OK	Full Service	2504230	GLENWOOD AVENUE OFFICE	1237 NORTH GLENWOOD AVENUE	DALTON	GA	30721

OK	Full Service	3391138	VARNELL OFFICE	3895 CLEVELAND ROAD	DALTON	GA	30721
OK	Full Service	3208610	RINGGOLD GEORGIA BRANCH	35 POPLAR SPRINGS ROAD	RINGGOLD	GA	30736
OK	Full Service	3632420	ALGOOD BRANCH	614 WEST MAIN STREET	ALGOOD	TN	38506
OK	Full Service	2957032	FRONTIER BRANCH	835 SOUTH CONGRESS PARKWAY	ATHENS	TN	37303
OK	Full Service	2957041	EAST RIDGE BRANCH	4227 RINGGOLD ROAD	CHATTANOOGA	TN	37412
OK	Full Service	3723560	GUNBARREL BRANCH	1740 GUNBARREL ROAD	CHATTANOOGA	TN	37421
OK	Full Service	3030512	HIGHWAY 58 BRANCH	4535 HIGHWAY 58	CHATTANOOGA	TN	37416
OK	Full Service	3723579	SOUTHSIDE BRANCH	1301 COWART STREET	CHATTANOOGA	TN	37402
OK	Full Service	3632411	52 MOUSE CREEK - CLEVELAND BRANCH	52 MOUSE CREEK ROAD	CLEVELAND	TN	37312
OK	Full Service	3389591	KEITH STREET CLEVELAND BRANCH	301 KEITH STREET, SW, VILLAGE GREEN TOWN CENTER	CLEVELAND	TN	37311
OK	Full Service	2423911	COOKEVILLE BRANCH	340 SOUTH JEFFERSON AVENUE	COOKEVILLE	TN	38501
OK	Full Service	2767624	JACKSON BANK AND TRUST BRANCH	376 WEST JACKSON STREET	COOKEVILLE	TN	38501
OK	Full Service	3276057	DANDRIDGE BRANCH	1013 SOUTH HIGHWAY 92	DANDRIDGE	TN	37725
OK	Full Service	723037	HULL STREET BRANCH	307 HULL AVENUE	GAINESBORO	TN	38562
OK	Full Service	3957954	HIXSON BRANCH	5188 HIGHWAY 153	HIXSON	TN	37343
OK	Full Service	3153550	JEFFERSON CITY BRANCH	167 WEST BROADWAY BOULEVARD	JEFFERSON CITY	TN	37760
OK	Full Service	3247990	FARRAGUT BRANCH	155 NORTH CAMPBELL STATION ROAD	KNOXVILLE	TN	37934
OK	Full Service	3342895	KNOX COUNTY BRANCH	1111 NORTHSHORE DRIVE, SUITE P100	KNOXVILLE	TN	37919
OK	Full Service	3289619	LOVELL ROAD OFFICE	307 LOVELL ROAD	KNOXVILLE	TN	37934
OK	Full Service	3066829	LENOIR CITY BRANCH	705 EAST BROADWAY	LENOIR CITY	TN	37771
OK	Full Service	166139	MADISONVILLE BRANCH	215 WARREN STREET	MADISONVILLE	TN	37354
OK	Full Service	36830	MAYNARDVILLE BRANCH	2905 MAYNARDVILLE HIGHWAY	MAYNARDVILLE	TN	37807
OK	Full Service	3723588	OOLTEWAH BRANCH	9217 LEE HIGHWAY	OOLTEWAH	TN	37363
OK	Full Service	3030558	RIDGEWAY AVENUE BRANCH	820 RIDGEWAY AVE	SIGNAL MOUNTAIN	TN	37377
OK	Full Service	2920849	FIRST SECURITY BANK A DIVISION OF FRONTIER BANK	761 NEW HIGHWAY 68	SWEETWATER	TN	37874
Close ✓	Full Service	849133	SWEETWATER BRANCH	301 NORTH MAIN STREET	SWEETWATER	TN	37874