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**From:** Charles Moore [mailto:[cmoore@bancfund.com](mailto:cmoore@bancfund.com)]  
**Sent:** Wednesday, April 01, 2009 4:55 PM  
**To:** LLCComments  
**Subject:** Legacy Loans Program

**8. What are the optimal size and characteristics of a pool for a PPIF?**

We believe an optimal pool size is one where an anticipated bid price is in the \$25-30 million range. \$25-30 million implies that an investor buying the pool of assets at a discount through the PPIF program would be providing capital of about \$2 million for that pool. Implicit in this notion is that different asset pools will command different bid discounts from the face value of the assets in the pool.

As to pool characteristics, we would prefer homogeneity with respect to both geography and asset class. It would be helpful if the underlying pool assets were in relative proximity to each other (same city, county, or metropolitan area), and of a similar type (residential mortgage, commercial property, commercial mortgage, etc.). This arrangement would be an ideal pool which may not always be possible.

You may be interested to know that yesterday, we attempted to complete the FDIC's investor questionnaire, but had to stop on page 3 at the question about prospective investment size. We could possibly invest tens of millions of dollars, but do not have the resources to meet the questionnaire's minimum threshold of \$1-5 billion. Nonetheless, we would be interested in investing through both the Legacy Securities Program as well as the Legacy Loan Program. We think other investors would be similarly interested if pool sizes were manageable.

Sincerely yours,

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