(b) (6)

From: SIGTARP.response

Sent: Friday, March 06, 2009 4:10 PM

To: **(b) (6)**

Subject: FW: Response to letter dated February 6th

----Original Message-----

From: Al Nelson (b) (6)

Sent: Monday, March 02, 2009 12:20 PM

To: SIGTARP.response Cc: Phil Collins (E-mail)

Subject: Response to letter dated February 6th

Mr. Neil M. Barofsky

Special Inspector General

Troubled Asset Relief Program

1500 Pennsylvania Ave., N.W.

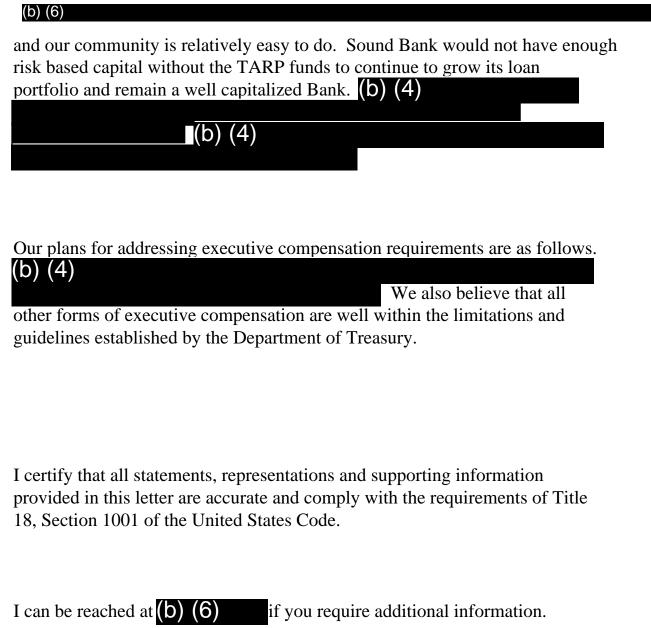
Suite 1064

Washington, D.C. 20220

Dear Mr. Barofsky,

Sound Banking Company received \$3,070,000 of TARP funds on January 9, 2009. Our anticipated use of these funds is to make consumer and business loans in our local market area. To date we have increased our outstanding loans by \$1,600,000

and we intend to continue to make approximately \$1 million to \$2 million in new loans each month going forward. The TARP funds were not segregated from other institutional funds but measuring their impact and benefit to our bank



Sincerely

(b) (6)

Allen T. Nelson, Jr.

Chief Financial Officer

Sound Banking Company

(b) (6)