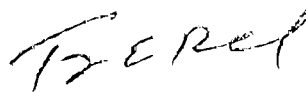


To: Jerry Wheeler -- VIA Fax # (865) 693-8837

From: Terry Rowland,
Sr. Vice President, Home Federal Bank of TN



Date: September 19, 2008

Subject: Lot Loans

We discussed earlier this week our interest in providing financing for your planned auction on October 23, 2008 of two (2) five acre lakefront lots in Loudon County, close to Millers Landing Subdivision.

Our current lot loan financing options require a borrower to pay down 25% toward the lesser of the sale price or the appraised value of the property being purchased. Financing is available on a fully amortized loan with a term not to exceed 10 years; or, financing for two years on an interest only payment with the entire loan, including principal and unpaid interest due at maturity (two years). The two year loan option normally requires a specific repayment source for the loan other than from the sale of the property. Loan terms and requirements on both of these loan products are subject to change. Applicants requesting loan approval must meet Home Federal's normal loan qualifications.

Interest rates are currently 6.5% fixed for five years then adjusting annually thereafter for the ten year amortizing loan (APR of 6.75%). Annual adjustments after the initial fixed period are based on the One Year Treasury Index plus a margin of 3.5%. The interest rates on these loans are subject to change at management's discretion. Interest rate locks for borrowers are provided at application date. Interest rates on the two year loan are based on Home Federal Base Index Rate plus ½%. The interest rate is subject to change daily based on changes in Home Federal Bank's published Base Index Rate. The bank's current Base Index Rate is 5.0%. Both of these products are variable rate mortgage loans.

The above loans are consumer type financing options and are not available for commercial or income producing purposes.

This information is intended for real estate professionals only and is not an advertisement for a real estate loan product. Borrowers should be instructed to contact Home Federal Bank Mortgage Lending personnel for specific loan information and disclosures.