

First Commonwealth Mortgage

Report for the Three Months Ended March 31, 2011

To Our Shareholders:

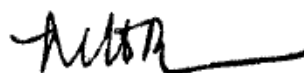
Total revenues of First Commonwealth Mortgage trust ("FCMT") for the first quarter of 2011 were \$227,100, net income was \$155,388 and net income per share was \$0.104. FCMT's unaudited financials for the first quarter of 2010 and 2011 appear at the end of this report. The 2010 financials have not been restated to reflect the impairment loss reported in the audited financial statements for the year ended December 31, 2010.

If the quarterly results for 2010 were restated to reflect the impairment loss, interest income for the quarter ending March 31, 2010 would have been \$237,948, compared to \$226,529 for the first quarter of 2011 during which non-accrual of interest continued on the same two loans.

The status of the Heights of Tampa, LLC project ("HOT") described in FCMT's Annual Report to Shareholders for 2010 has not changed significantly. Foreclosure of the loan on the Land Assemble, LLC portion is still likely. FCMT has retained local Florida counsel to advise on any matters relating to the information of FCMT's interests as co-mortgagee on the TH-TAW, LLC property.



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