

NEWS RELEASE



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FirstCity Financial to Webcast Its Second Quarter 2006 Conference Call

Waco, Texas, July 25, 2006..... In conjunction with FirstCity Financial Corporation's (NASDAQ FCFC) second quarter 2006 earnings release on August 9, 2006, the company invites you to participate in its quarterly conference call to be held on Wednesday, August 9, 2006 at 9:00 a.m. Central Time.

During the call, FirstCity management will discuss second quarter 2006 results. A question and answer session will follow the prepared remarks.

Event: FirstCity Financial Corporation Second Quarter 2006 Conference Call

Date: Wednesday, August 9, 2006

Time: 9:00 a.m. Central Time

Host: James T. Sartain, FirstCity's President and Chief Executive Officer

Web Access: FirstCity's web page- www.fcfc.com/invest.htm or, CCBN's Investor websites- www.streetevents.com and, www.fulldisclosure.com

Dial In Access: Domestic 866-543-6407
International 617-213-8898

Pass code - 17159500

Replay Domestic 888-286-8010
International 617-801-6888

Pass code - 46527539

The replay will be available until Wednesday August 23, 2006.

FirstCity Financial is a diversified financial services Company with operations dedicated solely to portfolio asset acquisition and resolution. The company has offices throughout the U.S., with affiliate organizations in France and Mexico. Its common (FCFC) stock is listed on the NASDAQ National Market System.