



101 Barclay Street, 4W
New York, NY 10286

Officer: Kelly Crosson
212-815-3235

Associate: William J. Herrmann
212-815-7080

First Horizon Asset Securities Inc.
First Horizon Mortgage Pass-Through Trust 2006-AR2
Mortgage Pass-Through Certificates, Series 2006-AR2

Certificateholder Monthly Distribution Summary

Class	Cusip	Class Description	Certificate Rate Type	Beginning Balance	Pass Through Rate (%)	Principal Distribution	Interest Distribution	Total Distribution	Current Realized Losses	Ending Balance	Cumulative Realized Losses
I-A-1	32052KAA3	Senior	Fix-30/360	2,295,280.46	5.985185	597,965.26	11,448.07	609,413.33	0.00	1,697,315.20	0.00
II-A-1	32052KAB1	Senior	Fix-30/360	95,985,012.00	6.156840	3,397,961.26	492,470.31	3,890,431.56	0.00	92,587,050.74	0.00
II-A-R	32052KAC9	Residual	Fix-30/360	0.00	6.156840	0.00	0.00	0.00	0.00	0.00	0.00
III-A-1	32052KAD7	Senior	Fix-30/360	19,458,277.29	6.068702	522,494.30	98,405.41	620,899.71	0.00	18,935,782.99	0.00
IV-A-1	32052KAE5	Senior	Fix-30/360	35,681,171.94	6.237752	574,867.46	185,475.26	760,342.72	0.00	35,106,304.48	0.00
AM				6,671,502.87	6.161894	221,601.42	34,257.57	255,859.00	0.00	6,449,901.45	0.00
A-M	32052KAF2	Senior	Fix-30/360	100,319.52	5.985185	26,135.19	500.36	26,635.55	0.00	74,184.33	0.00
A-M	32052KAF2	Senior	Fix-30/360	4,173,555.35	6.156840	147,747.85	21,413.26	169,161.11	0.00	4,025,807.50	0.00
A-M	32052KAF2	Senior	Fix-30/360	846,272.70	6.068702	22,724.14	4,279.81	27,003.96	0.00	823,548.56	0.00
A-M	32052KAF2	Senior	Fix-30/360	1,551,355.30	6.237752	24,994.24	8,064.14	33,058.38	0.00	1,526,361.06	0.00
B-1	32052KAG0	Subordinate	Fix-30/360	3,854,177.77	6.160986	597.66	19,787.95	20,385.61	0.00	3,853,580.11	0.00
B-2	32052KAH8	Subordinate	Fix-30/360	1,113,473.56	6.160986	172.66	5,716.75	5,889.41	0.00	1,113,300.89	0.00
B-3	32052KAJ4	Subordinate	Fix-30/360	770,635.65	6.160986	119.50	3,956.56	4,076.06	0.00	770,516.15	0.00
B-4	32052KAK1	Subordinate	Fix-30/360	342,837.91	6.160986	53.16	1,760.18	1,813.35	0.00	342,784.74	0.00
B-5	32052KAL9	Subordinate	Fix-30/360	427,797.74	6.160986	66.34	2,196.38	2,262.72	0.00	427,731.40	0.00
B-6	32052KAM7	Subordinate	Fix-30/360	343,428.31	6.160986	53.21	1,763.21	1,816.43	0.04	343,375.05	0.15
Totals				166,943,595.50		5,315,952.23	857,237.65	6,173,189.90	0.04	161,627,643.20	0.15



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Principal Distribution Detail

Class	Cusip	Original Certificate Balance	Beginning Certificate Balance	Scheduled Principal Distribution	Unscheduled Principal Adjustments	Net Principal Distribution	Current Realized Losses	Ending Certificate Balance	Ending Certificate Factor
I-A-1	32052KAA3	3,043,000.00	2,295,280.46	597,965.26	0.00	597,965.26	0.00	1,697,315.20	0.55777693072
II-A-1	32052KAB1	99,376,000.00	95,985,012.00	3,397,961.26	0.00	3,397,961.26	0.00	92,587,050.74	0.93168421694
II-A-R	32052KAC9	100.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00000000000
III-A-1	32052KAD7	19,475,000.00	19,458,277.29	522,494.30	0.00	522,494.30	0.00	18,935,782.99	0.97231234875
IV-A-1	32052KAE5	35,765,000.00	35,681,171.94	574,867.46	0.00	574,867.46	0.00	35,106,304.48	0.98158267815
AM		6,856,000.00	6,671,502.87	221,601.42	0.00	221,601.42	0.00	6,449,901.45	0.94076742270
A-M	32052KAF2	133,000.00	100,319.52	26,135.19	0.00	26,135.19	0.00	74,184.33	0.55777693072
A-M	32052KAF2	4,321,000.00	4,173,555.35	147,747.85	0.00	147,747.85	0.00	4,025,807.50	0.93168421694
A-M	32052KAF2	847,000.00	846,272.70	22,724.14	0.00	22,724.14	0.00	823,548.56	0.97231234875
A-M	32052KAF2	1,555,000.00	1,551,355.30	24,994.24	0.00	24,994.24	0.00	1,526,361.06	0.98158267815
B-1	32052KAG0	3,856,000.00	3,854,177.77	597.66	0.00	597.66	0.00	3,853,580.11	0.99937243401
B-2	32052KAH8	1,114,000.00	1,113,473.56	172.66	0.00	172.66	0.00	1,113,300.89	0.99937243401
B-3	32052KAJ4	771,000.00	770,635.65	119.50	0.00	119.50	0.00	770,516.15	0.99937243401
B-4	32052KAK1	343,000.00	342,837.91	53.16	0.00	53.16	0.00	342,784.74	0.99937243401
B-5	32052KAL9	428,000.00	427,797.74	66.34	0.00	66.34	0.00	427,731.40	0.99937243401
B-6	32052KAM7	343,590.68	343,428.31	53.21	0.00	53.21	0.04	343,375.05	0.99937243401
Totals		171,370,690.68	166,943,595.50	5,315,952.23	0.00	5,315,952.23	0.04	161,627,643.20	



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Interest Distribution Detail

Class	Beginning Certificate Balance	Pass Through Rate (%)	Current Interest	Total Interest Due	Net Interest Shortfall	Interest Paid
I-A-1	2,295,280.46	5.985185	11,448.07	11,448.07	0.00	11,448.07
II-A-1	95,985,012.00	6.156840	492,470.31	492,470.31	0.00	492,470.31
II-A-R	0.00	6.156840	0.00	0.00	0.00	0.00
III-A-1	19,458,277.29	6.068702	98,405.41	98,405.41	0.00	98,405.41
IV-A-1	35,681,171.94	6.237752	185,475.26	185,475.26	0.00	185,475.26
AM	6,671,502.87	6.161894	34,257.57	34,257.57	0.00	34,257.57
A-M	100,319.52	5.985185	500.36	500.36	0.00	500.36
A-M	4,173,555.35	6.156840	21,413.26	21,413.26	0.00	21,413.26
A-M	846,272.70	6.068702	4,279.81	4,279.81	0.00	4,279.81
A-M	1,551,355.30	6.237752	8,064.14	8,064.14	0.00	8,064.14
B-1	3,854,177.77	6.160986	19,787.95	19,787.95	0.00	19,787.95
B-2	1,113,473.56	6.160986	5,716.75	5,716.75	0.00	5,716.75
B-3	770,635.65	6.160986	3,956.56	3,956.56	0.00	3,956.56
B-4	342,837.91	6.160986	1,760.18	1,760.18	0.00	1,760.18
B-5	427,797.74	6.160986	2,196.38	2,196.38	0.00	2,196.38
B-6	343,428.31	6.160986	1,763.21	1,763.21	0.00	1,763.21
Totals	166,943,595.50		857,237.65	857,237.65	0.00	857,237.65



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Current Payment Information
Factors per \$1,000

Class	Cusip	Original Certificate Balance	Beginning Certificate Balance	Principal Distribution	Interest Distribution	Ending Certificate Balance	Pass Through Rate (%)
I-A-1	32052KAA3	3,043,000.00	754.282110186	196.505179471	3.762098430	557.776930715	5.985185
II-A-1	32052KAB1	99,376,000.00	965.877193678	34.192976740	4.955626165	931.684216938	6.156840
II-A-R	32052KAC9	100.00	0.000000000	0.000000000	0.000000000	0.000000000	6.156840
III-A-1	32052KAD7	19,475,000.00	999.141324326	26.828975577	5.052909280	972.312348749	6.068702
IV-A-1	32052KAE5	35,765,000.00	997.656142727	16.073464579	5.185943322	981.582678148	6.237752
AM		6,856,000.00	973.089683489	32.322260793	4.996728413	940.767422695	6.161894
A-M	32052KAF2	133,000.00	754.282110188	196.505179470	3.762098430	557.776930719	5.985185
A-M	32052KAF2	4,321,000.00	965.877193679	34.192976740	4.955626165	931.684216939	6.156840
A-M	32052KAF2	847,000.00	999.141324326	26.828975577	5.052909280	972.312348749	6.068702
A-M	32052KAF2	1,555,000.00	997.656142727	16.073464579	5.185943322	981.582678148	6.237752
B-1	32052KAG0	3,856,000.00	999.527428853	0.154994842	5.131728918	999.372434011	6.160986
B-2	32052KAH8	1,114,000.00	999.527428853	0.154994842	5.131728918	999.372434011	6.160986
B-3	32052KAJ4	771,000.00	999.527428853	0.154994842	5.131728918	999.372434011	6.160986
B-4	32052KAK1	343,000.00	999.527428853	0.154994842	5.131728918	999.372434011	6.160986
B-5	32052KAL9	428,000.00	999.527428853	0.154994842	5.131728918	999.372434011	6.160986
B-6	32052KAM7	343,590.68	999.527428853	0.154874147	5.131728918	999.372434011	6.160986
Totals		171,370,690.68	974.166555772	31.020194929	5.002241904	943.146360435	



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Pool Level Data

Distribution Date		10/25/06
Cut-off Date		6/ 1/06
Record Date		9/29/06
Determination Date		10/19/06
Accrual Period 30/360	Begin	9/ 1/06
	End	10/ 1/06
Number of Days in 30/360 Accrual Period		30

Collateral Detail

Original Mortgage Loan Details

	<u>Group I</u>	<u>Group II</u>	<u>Group III</u>	<u>Group IV</u>	<u>Total</u>
Original Aggregate Loan Count	6	168	34	60	268
Original Stated Principal Balance	3,308,698.00	108,018,339.48	21,168,612.56	38,875,040.64	171,370,690.68
Original Weighted Average Mortgage Rate	6.32698%	6.41977%	6.31872%	6.48737%	
Original Weighted Average Net Mortgage Rate	6.07698%	6.16977%	6.06872%	6.23737%	
Original Weighted Average Remaining Term	358	359	358	359	



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Current Mortgage Loan Details

	<u>Group I</u>	<u>Group II</u>	<u>Group III</u>	<u>Group IV</u>	<u>Total</u>
Beginning Aggregate Loan Count	5	164	34	60	263
Loans Paid Off or otherwise removed pursuant to the PSA	<u>1</u>	<u>6</u>	<u>1</u>	<u>1</u>	<u>9</u>
Ending Aggregate Loan Count	4	158	33	59	254
Beginning Pool Stated Principal Balance	2,528,298.00	104,478,094.95	21,150,515.34	38,786,687.21	166,943,595.50
Scheduled Principal	0.00	13,586.08	5,083.29	7,426.16	26,095.53
Unscheduled Principal	624,100.45	3,532,684.73	540,338.47	592,733.10	5,289,856.75
Realized Principal Losses	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Ending Pool Stated Principal Balance	1,904,197.55	100,931,824.14	20,605,093.58	38,186,527.95	161,627,643.22
Beginning Weighted Average Mortgage Rate	6.23519%	6.40684%	6.31870%	6.48775%	
Beginning Weighted Average Net Mortgage Rate	5.98519%	6.15684%	6.06870%	6.23775%	
Ending Weighted Average Mortgage Rate	6.18941%	6.40093%	6.31722%	6.48565%	
Ending Weighted Average Net Mortgage Rate	5.93941%	6.15093%	6.06722%	6.23565%	
Beginning Weighted Average Remaining Term to Maturity	355	356	355	356	
Ending Weighted Average Remaining Term to Maturity	354	355	354	355	



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Delinquency Information

Delinquency Information

	30-59 Days				60-89 Days				90+ Days			
	Count	Count %	Balance	Balance %	Count	Count %	Balance	Balance %	Count	Count %	Balance	Balance %
Group 1	0	0.00000%	0.00	0.00000%	0	0.00000%	0.00	0.00000%	0	0.00000%	0.00	0.00000%
Group 2	2	1.26582%	940,600.00	0.93192%	0	0.00000%	0.00	0.00000%	0	0.00000%	0.00	0.00000%
Group 3	0	0.00000%	0.00	0.00000%	0	0.00000%	0.00	0.00000%	0	0.00000%	0.00	0.00000%
Group 4	0	0.00000%	0.00	0.00000%	0	0.00000%	0.00	0.00000%	0	0.00000%	0.00	0.00000%
Total	2	0.78740%	940,600.00	0.58195%	0	0.00000%	0.00	0.00000%	0	0.00000%	0.00	0.00000%

	Foreclosure				Bankruptcy				REO			
	Count	Count %	Balance	Balance %	Count	Count %	Balance	Balance %	Count	Count %	Balance	Balance %
Group 1	0	0.00000%	0.00	0.00000%	0	0.00000%	0.00	0.00000%	0	0.00000%	0.00	0.00000%
Group 2	0	0.00000%	0.00	0.00000%	0	0.00000%	0.00	0.00000%	0	0.00000%	0.00	0.00000%
Group 3	0	0.00000%	0.00	0.00000%	0	0.00000%	0.00	0.00000%	0	0.00000%	0.00	0.00000%
Group 4	0	0.00000%	0.00	0.00000%	0	0.00000%	0.00	0.00000%	0	0.00000%	0.00	0.00000%
Total	0	0.00000%	0.00	0.00000%	0	0.00000%	0.00	0.00000%	0	0.00000%	0.00	0.00000%

	<u>Group I</u>	<u>Group II</u>	<u>Group III</u>	<u>Group IV</u>	<u>Total</u>
60+ Delinquency, Foreclosure, REO and Bankruptcy	0.00	0.00	0.00	0.00	0.00



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Available Funds

Interest

	Group I	Group II	Group III	Group IV	Total
Scheduled Interest	13,137.00	555,840.53	110,127.13	209,372.96	888,477.63
Plus: Compensating Interest	0.00	1,971.48	1,242.69	325.73	3,539.90
Less: Master Servicer Fee	<u>514.09</u>	<u>21,243.88</u>	<u>4,300.60</u>	<u>7,886.63</u>	<u>33,945.20</u>
Less: Trustee Fee	12.64	522.39	105.75	193.93	834.72
Total Interest Available	12,610.27	536,045.74	106,963.46	201,618.13	857,237.61

Principal

	Group I	Group II	Group III	Group IV	Total
Scheduled Principal	0.00	13,586.08	5,083.29	7,426.16	26,095.53
Paid in Full Principal	624,000.00	3,316,788.16	539,810.28	590,000.00	5,070,598.44
Curtailment Principal	100.45	215,896.57	528.19	2,733.10	219,258.31
Liquidation Principal	0.00	0.00	0.00	0.00	0.00
Repurchased Principal	0.00	0.00	0.00	0.00	0.00
Substitution Adjustment Principal	0.00	0.00	0.00	0.00	0.00
Unanticipated Principal Recoveries	0.00	0.00	0.00	0.00	0.00
Remaining Amounts in Supplemental Account	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Total Principal Available	<u>624,100.45</u>	<u>3,546,270.81</u>	<u>545,421.76</u>	<u>600,159.26</u>	<u>5,315,952.28</u>

Total Available Funds

636,710.72 4,082,316.55 652,385.22 801,777.39 6,173,189.89



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Principal Distribution Amounts

Senior and Subordinate Percentages

	Group I	Group II	Group III	Group IV
Senior Percentage Original	95.98942%	95.99953%	96.00062%	95.99990%
Senior Prepayment Percentage Original	100.00000%	100.00000%	100.00000%	100.00000%
Senior Percentage	94.75149%	95.86561%	96.00026%	95.99306%
Senior Prepayment Percentage	100.00000%	100.00000%	100.00000%	100.00000%
Subordinate Percentages	5.24851%	4.13439%	3.99974%	4.00694%
Subordinate Prepayment Percentage	0.00000%	0.00000%	0.00000%	0.00000%

Principal Distribution Amounts

	<u>Group I</u>	<u>Group II</u>	<u>Group III</u>	<u>Group IV</u>	<u>Total</u>
Senior Principal Distribution Amount	624,100.45	3,545,709.11	545,218.44	599,861.70	5,314,889.70
Subordinate Principal Distribution Amount	<u>-0.00</u>	<u>561.70</u>	<u>203.32</u>	<u>297.56</u>	<u>1,062.58</u>
Total Principal Distribution Amount	624,100.45	3,546,270.81	545,421.76	600,159.26	5,315,952.28

Conditions for Senior Prepayment Interest Shifting

Delinquency Test Pass	YES
Loss Test Pass	YES
Two-Times Test	YES



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Distribution Account

		<u>Group I</u>	<u>Group II</u>	<u>Group III</u>	<u>Group IV</u>	<u>Total</u>
	Beginning Balance	0.00	0.00	0.00	0.00	0.00
Deposits	Available Funds	636,710.72	4,082,316.55	652,385.22	801,777.39	6,173,189.89
	Other Deposits Required by the PSA	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
	Total Deposits	636,710.72	4,082,316.55	652,385.22	801,777.39	6,173,189.89
Withdrawals	To the Senior Classes	636,048.87	4,059,592.68	647,903.66	793,401.10	6,136,946.32
	To the Subordinate Classes	<u>661.85</u>	<u>22,723.88</u>	<u>4,481.56</u>	<u>8,376.29</u>	<u>36,243.57</u>
	Total Withdrawals	<u>636,710.72</u>	<u>4,082,316.55</u>	<u>652,385.22</u>	<u>801,777.39</u>	<u>6,173,189.89</u>
	Ending Balance	0.00	0.00	0.00	0.00	0.00

Fees of the Trust

	<u>Group I</u>	<u>Group II</u>	<u>Group III</u>	<u>Group IV</u>	<u>Total</u>
Gross Master Servicing Fee	514.09	21,243.88	4,300.60	7,886.63	33,945.20
Net Master Servicing Fee	514.09	19,272.40	3,057.92	7,560.90	30,405.30
Trustee Fee	12.64	522.39	105.75	193.93	834.72
Bond Insurance Premium	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Total Net Loan Fees	526.73	19,794.79	3,163.67	7,754.83	31,240.02



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Mortgage Pass-Through Certificates, Series 2006-AR2

Mortgage Prepayment Details

	<u>Group I</u>	<u>Group II</u>	<u>Group III</u>	<u>Group IV</u>	<u>Total</u>
Principal Balance of Loans Paid in Full	624,000.00	3,316,788.16	539,810.28	590,000.00	5,070,598.44
Prepayment Interest Excess (to Master Servicer)	0.00	0.00	0.00	0.00	0.00
Prepayment Interest Shortfall	0.00	1,971.48	1,242.69	325.73	3,539.90
Compensating Interest	0.00	1,971.48	1,242.69	325.73	3,539.90
Non-Supported Prepayment Interest Shortfall	0.00	0.00	0.00	0.00	0.00
CPR %	96.66877%	33.82221%	26.70129%	16.87575%	
SMM %	24.68461%	3.38171%	2.55534%	1.52848%	

Loan Substitution

	<u>Group I</u>	<u>Group II</u>	<u>Group III</u>	<u>Group IV</u>	<u>Total</u>
Aggregate Stated of Principal Balances Removed	0.00	0.00	0.00	0.00	0.00
Aggregate Stated of Principal Balance Added	0.00	0.00	0.00	0.00	0.00
Aggregate Principal Substitution Shortfall Amount	0.00	0.00	0.00	0.00	0.00

Net Interest Shortfalls

	<u>Group I</u>	<u>Group II</u>	<u>Group III</u>	<u>Group IV</u>	<u>Total</u>
Net Prepayment Interest Shortfalls	0.00	0.00	0.00	0.00	0.00
Relief Act Reduction Shortfalls	0.00	0.00	0.00	0.00	0.00
Total Net Interest Shortfalls	0.00	0.00	0.00	0.00	0.00



The BANK
of NEW YORK

101 Barclay Street, 4W
New York, NY 10286

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Servicer Advances					
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	<u>Group I</u>	<u>Group II</u>	<u>Group III</u>	<u>Group IV</u>	<u>Total</u>
Principal Advances	0.00	0.00	0.00	0.00	0.00
Interest Advances	<u>0.00</u>	<u>2,936.77</u>	<u>0.00</u>	<u>0.00</u>	<u>2,936.77</u>
Total Advances	0.00	2,936.77	0.00	0.00	2,936.77

Advances made regarding the Mortgage Loans other than for Delinquent Principal and Interest

NONE



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Realized Loss Detail

	<u>Group I</u>	<u>Group II</u>	<u>Group III</u>	<u>Group IV</u>	<u>Total</u>
Current Period Realized Losses	0.00	0.00	0.00	0.00	0.00
Cumulative Realized Losses	0.00	0.00	0.00	0.00	0.00
Total Liquidated Loan Balance	0.00	0.00	0.00	0.00	0.00
Total Liquidated Proceeds	0.00	0.00	0.00	0.00	0.00
Subsequent Recoveries	0.00	0.00	0.00	0.00	0.00

<u>Group</u>	<u>Loan ID</u>	<u>Liquidation Balance</u>	<u>Liquidation Proceeds</u>	<u>Realized Loss</u>
Group I	N/A			
Group II	N/A			
Group III	N/A			
Group IV	N/A			

Bankruptcy, Fraud and Special Hazard Coverage Amounts

Original Bankruptcy Loss Limit	150,000.00
Original Bankruptcy Loss Limit %	0.088%
Current Bankruptcy Loss Limit	150,000.00
Current Bankruptcy Loss Limit %	0.093%
Original Special Hazard Loss Limit	3,640,000.00
Original Special Hazard Loss Limit %	2.124%
Current Special Hazard Loss Limit	1,616,276.43
Current Special Hazard Loss Limit %	1.000%
Original Fraud Loss Limit	1,713,707.00
Original Fraud Loss Limit %	1.000%
Current Fraud Loss Limit	1,713,707.00
Current Fraud Loss Limit %	1.060%



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Credit Enhancements

Subordination

Credit Support

	Original	Current
Class A	164,515,100.00	154,776,354.88
Class A Percentage	95.999555%	95.761066%
Class B-1	3,856,000.00	3,853,580.11
Class B-1 Percentage	2.250093%	2.384233%
Class B-2	1,114,000.00	1,113,300.89
Class B-2 Percentage	0.650053%	0.688806%
Class B-3	771,000.00	770,516.15
Class B-3 Percentage	0.449902%	0.476723%
Class B-4	343,000.00	342,784.74
Class B-4 Percentage	0.200151%	0.212083%
Class B-5	428,000.00	427,731.40
Class B-5 Percentage	0.249751%	0.264640%
Class B-6	343,590.68	343,375.05
Class B-6 Percentage	0.200496%	0.212448%

Material Changes to Pool Assets Disclosure

Material Modifications, extensions or waivers to pool asset terms, fees, penalties or payments
Material breaches of pool asset representations or warranties or transaction covenants

NONE
NONE



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