Instructions for NCUA 6305C: Not more than 30 or less than 7 days before the date of the vote, the merging federal credit union must provide its members (a) advance notice of a special meeting to vote on a proposed merger and (b) a copy of the merger ballot. When you distribute the notice and ballot to your members, you must also send a copy to the NCUA Regional Director. The merging federal credit union should conduct the membership vote only after the NCUA Regional Director approves the proposed merger.

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Notice of Special Meeting on Proposal to Merge and Terminate Federal Insurance

Credit Union

(Merging)

On (insert date), the Board of Directors of your credit union approved a proposition to merge with Credit Union and convert from federal share (deposit) insurance to nonfederal insurance. You are encouraged to attend a special meeting of our credit union at (insert address) on , 20 at (insert date and time).

Purpose of the Meeting

The meeting has two purposes:

1. To consider and act upon a proposal to merge our credit union with Credit Union, the continuing credit union.

2. To approve the action of the Board of Directors of our credit union in authorizing the officers of the credit union to carry out the proposed merger.

If the merger is approved, our credit union will transfer all its assets and liabilities to the continuing credit union. As a member of our credit union, you will become a member of the continuing credit union. On the effective date of the merger, you will receive shares in the continuing credit union for the shares you own now in our credit union.

Insurance Termination

Currently, your accounts have share insurance provided by the National Credit Union Administration, an agency of the federal government. The basic federal coverage is up to $100,000, but accounts may be structured in different ways, such as joint accounts, payable-on-death accounts, or IRA accounts, to achieve federal coverage of much more than $100,000. If the merger is approved, your insurance will be affected as follows:

- After the effective date of the merger, any deposits you make to any new or existing account won’t be insured by the National Credit Union Administration or any other entity.
• Your accounts in the merging credit union on the date of the merger, up to a maximum of $100,000 for each member, will remain insured, as provided in the Federal Credit Union Act, for one year after the close of business on the date of the merger.
• If you make any withdrawal after the close of business on the date of the merger, the one-year insurance coverage will be reduced by the amount of the withdrawal.

IF THIS MERGER IS APPROVED, AND THE (insert name of continuing credit union) FAILS, THE FEDERAL GOVERNMENT DOES NOT GUARANTEE YOU WILL GET YOUR MONEY BACK.

The directors of the participating credit unions carefully analyzed the assets and liabilities of the participating credit unions and appraised each credit union’s share values. The appraisal of the share values appears on the attached individual and consolidated financial statements of the participating credit unions.

The directors of the participating credit unions have concluded that the proposed merger is desirable for the following reasons:

The Board of Directors of our credit union believes the merger should include/not include an adjustment in shares for the following reasons:

The main office of the continuing credit union will be as follows:

The branch office(s) of the continuing credit union will be as follows:

The merger must have the approval of a majority of our total membership.

Enclosed with this Notice of Special Meeting is a Ballot for Merger Proposal and Termination of Federal Insurance. If you cannot attend the meeting, please complete the ballot and return it to (insert name of the independent entity conducting the vote)
at no later than , 20 . To be counted, your ballot must reach (insert name of the independent entity) by the date and time announced for the meeting.

BY ORDER OF THE BOARD OF DIRECTORS:

________________________________________  _________ _________
Board Presiding Officer                     Date