

November 1, 2008



Dear Valued Partners Member,

Your funds are safe and secure at Partners Financial Federal Credit Union.

During this turbulent period of the economy and the credit markets, we thought now would be an appropriate time to remind our members of the strength of their credit union.

Partners Financial Federal Credit Union has a 50 year history of sound performance, and with an equity position of 10.50%, we are considered well capitalized by our regulators. We invest primarily in mortgage loans and consumer loans to our members. We did not become involved in sub prime lending, and therefore are not experiencing the losses experienced by other lenders.

Like all federal credit unions, PFFCU funds are insured by the National Credit Union Share Insurance Fund (NCUSIF) and not one penny of insured funds have ever been lost by a member of a federally insured credit union. The Emergency Economic Stabilization Act of 2008, signed into law on October 3, 2008, **increased the insurance coverage** on all accounts **up to \$250,000** through December 31, 2009. You can also increase your federal insurance by adding qualified joint owners and/or qualified beneficiaries.

The NCUSIF is backed by the full faith and credit of the United States Government. For more insurance information, you may visit the website of our federal regulator, the National Credit Union Administration at www.NCUA.gov.

We appreciate your business and encourage you to call Barbara Lockard, COO, or Beverly DeMao, CEO, with any additional questions at 804-649-2957, or toll free at 800-321-5617.

Sincerely,

A handwritten signature in black ink that reads 'Beverly DeMao'.

Beverly DeMao
CEO



Credit Union Members: Your Money Is Safe

- The National Credit Union Administration insures all federal and most state-chartered credit unions.
- NCUA is backed by the full faith and credit of the U.S. Government, just like the FDIC.
- NCUA insures accounts up to at least ~~\$100,000~~ ^{\$250,000}.
- IRA and KEOGH accounts are insured separately up to \$250,000.
- Go to <http://www.ncua.gov> for more information.

