



705 West Cherry St.
Jesup, GA 31545
Phone: 912-427-3904
Fax: 912-427-8426
www.iufcu.org

June 24, 2020

Dear Member,

Thank you for your loyal participation and membership in Interstate Unlimited Federal Credit Union.

Interstate Unlimited Federal Credit Union will hold a Special Meeting on July 27, 2020, at 6:00 p.m. This meeting will be held virtually via GoToMeeting. The meeting link and any additional instructions will be on our website at www.iufcu.org. In the event the State of Emergency has been lifted, we will also offer an in-person meeting option at Interstate's Administration Building at 190 S. 5th Street, Jesup, Georgia.

After careful consideration, the board of directors is proposing a change to the type of charter under which Interstate Unlimited Federal Credit Union is organized and operates. Currently, the credit union operates under a federal charter and is regulated by the National Credit Union Administration. The proposal calls for the adoption of a state charter regulated primarily by the Georgia Department of Banking and Finance. This change requires the approval of our credit union membership during the special meeting.

The credit union's primary objective in seeking a state charter is to enhance the credit union's potential for growth. The state charter would allow the credit union to expand membership eligibility. This growth will have a two-fold benefit. First, it will allow the credit union to serve fellow Georgians who do not currently have access to the benefits and value of credit union service. Additionally, membership growth will position the credit union to offer new products and services and improve convenience to all members in the future.

The charter conversion will not affect the way you do business with the credit union. You will continue to enjoy all of the products and services and the friendly, personal service you are familiar with. **All deposits will continue to be federally insured up to \$250,000 by the National Credit Union Administration.** Fortunately, there are no operational or financial disadvantages of the charter conversion.

Because of the declared State of Emergency at the time of this letter and in an effort to involve more of our members, we are planning to conduct our meeting virtually. It is not necessary to attend the virtual meeting in order to vote. You can complete ALL fields on the ballot and return it by mail in the postage-paid envelope provided. Alternatively, you may vote online at www.iufcu.org. You may only vote once, either by paper ballot or electronically. Duplicate votes will be disqualified. Your ballot must be received no later than July 27, 2020, to be included in the results. **Please be aware we cannot accept ballots in the branches.**

If you need more information about the conversion or instructions for how to join the virtual meeting, please visit www.iufcu.org, call 1-800-822-1124, or email info@iufcu.org.

Interstate Unlimited Federal Credit Union is committed to meeting your financial needs. Our goal is to meet and exceed your expectations as we grow, and we look forward to offering an even higher level of service excellence as a result of this change.

Sincerely,

Stacie B. Branch
President/CEO

NOTICE OF MEETING OF MEMBERS TO CONVERT FROM A FEDERAL TO A STATE CHARTERED CREDIT UNION

**INTERSTATE UNLIMITED FEDERAL CREDIT UNION
Jesup, Georgia**

**THIS PROPOSITION WILL BE DECIDED BY A MAJORITY OF THE
MEMBERS WHO VOTE.**

Notice is hereby given that a meeting of the members of Interstate Unlimited Federal Credit Union has been called and will be held at:

Virtually via Go To Meeting. The link will be available on the credit union website www.iufcu.org, by calling 1-800-822-1124 or email info@iufcu.org.

Interstate Unlimited Federal Credit Union (only if State of Emergency has been lifted)

190 South 5th Street
Jesup, GA 31545

On July 27, 2020
At 6:00 o'clock, p.m.

For the purpose of considering and voting upon the following resolution:

“RESOLVED, That the Interstate Unlimited Federal Credit Union be converted to a credit union chartered under the laws of the State of Georgia and that its operation under Federal charter be discontinued.

RESOLVED FURTHER, That the board of directors and the officers of this credit union are hereby authorized and directed to do all things necessary to effect and to complete the conversion of this credit union from a Federal to State-chartered credit union.”

The board of directors of this credit union has given careful consideration to the advantages and the disadvantages of the proposed conversion and believes it to be in the best interest of the members for the following reasons:

- To prepare the credit union for continued growth;
- To enable the ability to serve those consumers who would not otherwise be served by a credit union in their community.

The proposed conversion would result in the following disadvantages or adverse changes in services and benefits to the members of the credit union:

- There will be no change in products, services or locations as a result of this conversion, yet there could be changes if the conversion does not occur. Without future growth in membership, capital and net worth, some services and benefits will not be offered because capital and resources will be curtailed or not offered (i.e. Enhanced credit).

The proposed conversion would result in the following costs of conversion (i.e. changing the credit union's name, examination and operating fees, attorney and consulting fees, tax liability, etc.):

- Approximately \$20,000

The board of directors recommends that the members approve the proposal to convert to a State charter.

The member's accounts will will not continue to be insured by the National Credit Union Share Insurance Fund.

Attached is your ballot. You are urged to cast your vote after hearing the discussion of the proposal via Go To Meeting. If you cannot attend the meeting via Go To Meeting, you can complete ALL fields on the ballot and return it by mail in the postage-paid envelope provided. Your ballot must be received no later than July 27, 2020 to be included in the results. Please be aware we cannot accept ballots in the branches.

BY THE ORDER OF THE
BOARD OF DIRECTORS


TITLE: Jerry L. Jones
(CHAIRPERSON)


TITLE: Donna M. Cannon
(BOARD SECRETARY)

Issued: April 22, 2020