

CITY TRUST

FEDERAL CREDIT UNION

June 23, 2022

First Name Last Name

3306 N Clinton Street
Fort Wayne, IN 46805

COMMUNITY FOCUSED
—
MORE PRODUCTS
—
ENHANCED ACCESS
—

Dear First Name Last Name,

The Board of Directors has decided to recommend to the members that City Trust Federal Credit Union merge with Fire Police City County Federal Credit Union.

The decision to merge was certainly not an easy one to make. Financial and economic trends and increased regulatory burdens have made the long-term survival of City Trust FCU very uncertain. Making the decision to merge now, while we are still well-capitalized, has allowed us to diligently research our options and choose the right merger partner. This merger will assure a long-term combined credit union with financial strength, products, and services to serve our members.

As a member of City Trust FCU, you have the right to vote on the proposed merger and we hope you will vote to approve. If the merger is approved, you will have access to additional benefits and the latest technology, as well as more branches throughout Fort Wayne and in New Haven.

Some of the other benefits you will enjoy are:

- Drive-thru service
- Visa credit cards with your choice of rebate, rewards or low interest rate accounts
- Higher debit card limits
- Online and mobile card controls giving you the ability to not only monitor your credit and debit cards, but also to turn those cards on and off
- More mortgage options with our in-house mortgage department
- A solid, community-focused credit union with almost 90 years of history serving members just like you

Enclosed you will find a Notice of Special Meeting, ballot and FAQ for additional information.

On behalf of the Board of Directors, we seek your approval of this opportunity to merge with a credit union that values our community and the level of service they provide to their members.

Thank you for your support.

Sincerely,


Diane Brown, CEO


Ricky Orr, Board Chairman



City Trust FCU and Fire Police City County FCU Merger

FREQUENTLY ASKED QUESTIONS

Why does City Trust FCU want to merge?

The Board of Directors has determined that financial and economic trends and the increased regulatory burdens are negatively impacting the long-term survivability of the credit union.

What is the merger process and timeline?

Our regulator, the National Credit Union Administration (NCUA) has approved of our merger plans. With member support of the merger through the voting process, we anticipate our first day as a combined organization will be October 1, 2022.

How will this merger affect my current deposit rates?

Share certificate rates will not change until the CD matures as originally contracted with City Trust FCU. Beginning October 1, 2022, all other share accounts will convert to Fire Police City County FCU and assume their rates.

Will interest rates change on my existing loan?

No. You have a contract and the rate and term you have as a City Trust FCU member will be honored for the remaining term of the loan.

How is my National Credit Union Administration (NCUA) deposit insurance affected?

Your deposits will continue to be insured by the NCUA up to \$250,000. Fire Police City County FCU also provides an additional coverage of up to \$250,000 through Excess Share Insurance Corporation at no cost to members.

Will my account number change?

Yes, slightly. Your City Trust FCU membership number will be converted to a similar membership number at Fire Police City County FCU. You will receive your updated account number in the mail prior to October 1, 2022.

What about my checks?

Prior to the merger, Fire Police City County FCU will mail a new box of checks to you, free of charge, with your new account number. Beginning October 1, 2022, you may begin using your new checks and should discontinue using your City Trust FCU checks. Outstanding checks written prior to October 1st will continue to clear on your Fire Police City County FCU account.

Will my debit card still work?

You will be mailed a Fire Police City County FCU debit card prior to October 1, 2022. We are still working out details to ensure you have uninterrupted service. Further communication will be sent at a later date.

Will I have ATM access?

Fire Police City County FCU is part of two (2) surcharge free networks, Alliance One and Co-Op, offering over 35,000 surcharge free ATMs nationwide. They also own and operate nine (9) ATMs in Fort Wayne and New Haven.

What will happen to any electronic services such as ACH, Automatic Withdrawals and Payroll Deductions?

We do not expect any interruption to your electronic services, including direct deposits and automatic withdrawals. Automatic payments and deposits received will be routed to your account number with Fire Police City County FCU for a seamless transition. You will be notified if any action is needed by you.

What if I already have an account with Fire Police City County FCU?

Once the merger is complete, your City Trust FCU membership will be listed as a separate membership. You will have access to both accounts through online and mobile banking services automatically.

What actions are needed by me?

You will need to cast your vote in favor of the merger. You may vote by mail or in person at the special membership meeting. Once the merger is approved by the membership, no further action is necessary.

Will the branch on W. State Blvd. remain open?

Yes and no. The branch located at 1020 W. State Blvd. will remain open for a period of time. However, due to the close proximity of Fire Police City County FCU at 3306 N. Clinton Street, the City Trust FCU building will eventually be closed.

What will happen to the employees of City Trust FCU?

It is Fire Police City County FCU's desire to retain City Trust FCU's employees, with the exception of the CEO, who is looking forward to retirement!

What can you tell me about Fire Police City County FCU?

Fire Police City County FCU was chartered in December 1933 to offer competitive financial services to the Fort Wayne Firefighters. The Credit Union currently encompasses over 320 Select Employee Groups throughout the community with six full-service branch locations in Fort Wayne and New Haven.

One of the founding principles of the Credit Union is to be a source for their members to save and borrow money. They take pride in providing financial literacy to the community, serving their members and striving to be their member's only financial institution.

What if I have additional questions?

Please don't hesitate to contact us at CityTrust@fpccfcu.org if you have any questions about this merger and what it means to you.



**Notice of Meeting of the Members of
City Trust Federal Credit Union**

The Board of Directors of City Trust Federal Credit Union have called a special meeting of the members of this credit union at the Allen County Public Library located at 2201 Sherman Blvd., Fort Wayne, IN on August 8, 2022, at 4:30 p.m. The purpose of this meeting is:

1. To consider and act upon a plan and proposal for merging City Trust Federal Credit Union with and into Fire Police City County Federal Credit Union (hereinafter referred to as the “Continuing Credit Union”), whereby all assets and liabilities of the City Trust Federal Credit Union will be merged with and into the Continuing Credit Union. All members of City Trust Federal Credit Union will become members of the Continuing Credit Union and will be entitled to and will receive shares in the Continuing Credit Union for the shares they own in City Trust Federal Credit Union on the effective date of the merger.
2. To ratify, confirm and approve the action of the Board of Directors in authorizing the officers of City Trust Federal Credit Union, subject to the approval of members, to do all things and to execute all agreements, documents, and other papers necessary to carry out the proposed merger.

The Board of Directors of City Trust Federal Credit Union encourages you to attend the meeting and vote on the proposed merger. Whether or not you expect to attend the meeting, we urge you to sign, date and promptly return the enclosed ballot to vote on the proposed merger.

If you wish to submit comments about the merger to share with other members, you may submit them to the National Credit Union Administration (NCUA) at <https://www.ncua.gov/support-services/credit-union-resources-expansion/resources/comments-proposed-credit-union-mergers> or mail to:

NCUA - Office of Credit Union Resources and Expansion
1775 Duke Street
Alexandria, VA 22314
RE: Member-to-Member Communication for City Trust Federal Credit Union

The NCUA will post comments received from members on its website, along with the member's name, subject to the limitations and requirements of its regulations.

Other Information Related to the Proposed Merger:

The Board of Directors has carefully evaluated and analyzed the assets and liabilities of the credit unions and the value of shares in both credit unions. The financial statements of both credit unions, as well as the projected combined financial statement of the continuing credit union, follow as separate documents. In addition, the following information applies to the proposed merger.

Reasons for merger: The Board of Directors has concluded that the proposed merger is desirable and in the best interests of members because it would be advantageous to all members affected by this merger in the form of value, convenience, and quality of products and services.

Net worth: The net worth of a merging credit union at the time of a merger transfers to the continuing credit union. City Trust Federal Credit Union has a higher net worth ratio than Fire Police City County Federal Credit Union.

Share adjustment or distribution: City Trust Federal Credit Union will distribute a portion of its net worth to its members in the merger. The board of directors has determined to distribute a portion of City Trust Federal Credit Union's net worth as a share adjustment of \$20.00 per primary member as of the merger date.

Locations of merging and continuing credit union: City Trust Federal Credit Union's main office at 1020 W. State Blvd., Fort Wayne, IN 46808 will remain open for a period of time. Fire Police City County Federal Credit Union has the following location that is near City Trust Federal Credit Union:

1. North Clinton Street Office (Main Office)
3306 North Clinton Street
Fort Wayne, IN 46805

Additional branch offices will be as follows:

- | | |
|--|---|
| <ol style="list-style-type: none">2. Maplecrest Road
7505 Maplecrest Rd.
Fort Wayne, IN 468354. Lima Road
10123 Lima Rd.
Fort Wayne, IN 468186. Covington Plaza
6304 W. Jefferson Blvd.
Fort Wayne, IN 46804 | <ol style="list-style-type: none">3. Tillman Road
907 E. Tillman Rd.
Fort Wayne, IN 468165. New Haven
104 Lincoln Highway West
New Haven, IN 46774 |
|--|---|

Changes to services and member benefits: Members will have access to a larger array of services, more branches, and greater online capabilities.

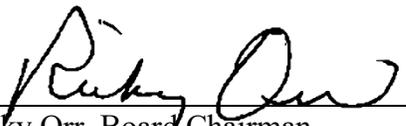
Merger-related financial arrangements: NCUA Regulations require merging credit unions to disclose certain increases in compensation that any of the merging credit union's officials or the five

most highly compensated employees have received or will receive in connection with the merger. No individuals will receive such compensation.

Please note that the proposed merger must have the approval of the majority of members who vote.

Enclosed with this Notice of Special Meeting is a Ballot for Merger Proposal. If you cannot attend the meeting, please complete the ballot and return it to City Trust Federal Credit Union at 1020 W. State Blvd, Fort Wayne, IN 46808 by no later than 3:30 p.m. on August 8, 2022. To be counted, your ballot must reach us by the date and time announced for the meeting.

BY ORDER OF THE BOARD OF DIRECTORS:



Ricky Orr, Board Chairman

June 23, 2022

Date

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Ballot for Merger Proposal

Name of Member: _____

Account Number: _____

Your credit union must receive this ballot by August 8, 2022, no later than 4:30 p.m.

Please mail or bring it to:

City Trust Federal Credit Union
1020 W. State Blvd.
Fort Wayne, IN 46808

I have read the Notice of Special Meeting for the members of City Trust Federal Credit Union. The meeting will be held on the above date to consider and act upon the merger proposal described in the notice. I vote on the proposal as follows (check one box):

Approve the proposed merger and authorize the Board of Directors to take all necessary action to accomplish the merger.

Do not approve the proposed merger.

Member Signature: _____ Date _____

Member Name (printed): _____