



Main Line Health Employees Federal Credit Union

May 31, 2010

Dear Member:

I am writing today to share some exciting news. Our Credit Union was approached by the Main Line Health System in December 2009 to consider the possibility of having one Credit Union. The Main Line Health System is currently served by both Main Line Health Employee Federal Credit Union (1976) and Franklin Mint Federal Credit Union (Riddle Memorial Hospital 1985).

Our Credit Union has \$52 million in assets and Franklin Mint Federal Credit Union (FMFCU) has over \$600 million in assets. Your Board authorized us to begin a period of reflection and due diligence on the possibility. We considered what other credit unions could be a worthwhile partner to serve the members of the Credit Union. We thought about: philosophy, the availability of branch office outlets, services provided, cost savings and the need for long-term leadership. We wanted to make sure Credit Union services will be available to the next generation of Main Line Health System employees.

After due diligence and thoughtful consideration, your Board unanimously voted on a resolution to merge with FMFCU. The FMFCU Board also passed a resolution to merge with our Credit Union. Both organizations are strong, solid organizations that share a common philosophy of "People Helping People". Main Line Health System will continue to support the new organization. A merger package is being prepared and sent to the National Credit Union Administration to gain their approval. The final step in the merger process is a membership vote (9/2010). Once approved by the membership, the merger should take place in the 4th quarter of 2010.

What does this mean for you? "How will I be affected", you might ask. All MLHS branch locations will remain open. You will then have access to 20 additional branch offices (31 branches total - some have restricted access), a larger network of ATMs, 24/7 member service and other services that will be introduced. I know that there may be growing pains as we change checkbooks, debit cards, credit cards and online banking. Our wonderful staff will work miracles so you don't suffer inconvenience.

I started with the Credit Union in 1981. Over that time, I have seen the Credit Union grow from a few hundred members and thousands of dollars to now over 7,000 members and \$52,000,000. Our Capital is now more than \$3.4 million dollars. One duty of a Chief Executive Officer is to look out for the future well-being of the people they serve. In that capacity, I believe that the long-term good of the membership and staff will be best served by this merger.

Sincerely,

Frank J. Dougherty

Frank J. Dougherty,
President & CEO

Frequently Asked Questions

Merger of Main Line Health Employee Federal Credit Union (MLHEFCU) and Franklin Mint Federal Credit Union (FMFCU)

Why is MLHEFCU considering a merger with FMFCU?

A merger of MLHEFCU and FMFCU is an opportunity to provide better services to our combined membership. This merger with FMFCU will enable us to grow along with our community while continuing to deliver the personalized service our members expect and deserve.

What is Franklin Mint Federal Credit Union (FMFCU)?

FMFCU has been providing financial products and services to residents and organizations throughout the Delaware Valley and beyond since 1970. Today, FMFCU has more than 60,000 members, over 1,200 partner organizations, 28 branches, free e-Services (e-Banking, e-Statements and Bill Pay), ATM access at over 28,000 surcharge-free machines through the national CO-OP ATM network (including 9,000 deposit taking machines) and 24/7 access to member accounts. You can visit their Web site at www.fmfcu.org for more information about their products and services. Many are similar to our current offerings.

How will members benefit?

Once the integration is complete, MLHEFCU members will have access to 31 branch offices throughout the region. To see a complete list of FMFCU locations, visit <http://www.fmfcu.org/branches>.

Do both credit unions support this partnership?

Absolutely! Both Boards are very excited about this partnership and the benefits it brings our members and communities.

Are both credit unions financially sound?

Yes. Both credit unions have avoided high-risk activities that have negatively affected other financial institutions, such as sub-prime mortgage lending. Many consumers have turned to credit unions, such as MLHEFCU and FMFCU, during these volatile economic times for both their lending and investment needs.

What will the name of the new organization be?

The name of our combined organization will be Franklin Mint Federal Credit Union.

How will my accounts be impacted?

We will work to ensure a seamless integration so you can conduct business as you always have, without any impact on your accounts.

Will this affect the credit union's relationship and ability to serve its communities?

Absolutely not. FMFCU is committed to serving all the communities we currently serve as well as being involved with community events and activities.

Will current MLHEFCU branches remain open?

All MLHEFCU branches will remain OPEN to serve members. They will eventually be re-branded with the FMFCU name, but will provide same personalized service and commitment you can't find from any other financial institution.

Will my accounts continue to be insured?

Your accounts will remain safe, sound and insured, just as they are today. Your deposits are federally insured through the National Credit Union Share Insurance Fund (NCUSIF), a U.S. Government Agency, up to \$250,000 (or several times that amount, depending on how your accounts are structured) for regular deposits and up to \$250,000 for IRAs.

Will any staff be laid off as a result of this partnership?

Our goal is to keep all MLHEFCU employees with the combined credit union. FMFCU will be evaluating all positions and transition them into the proper departments based on their skill sets and areas of expertise.

Will the merger affect membership eligibility?

No. The combined credit union will continue to serve all of the organizations, companies, communities and sponsors we currently serve. It will also provide credit union membership opportunities to new communities and members that we have not been able to serve in the past.

What is the merger process and timeline?

We have not yet received final regulatory approval, and there is a lot more work to be done. We are now working to integrate our systems to allow MLHEFCU and FMFCU members access to the MLHS Branch location. This is expected to be completed in early 4th quarter 2010. We will keep you informed of our progress along the way.

What will happen to my debit card, checks, Home Banking, or other MLHEFCU services?

Right now, you may continue to use all of your services as you normally would. Some changes will eventually be made over the course of the merger, and you will be informed promptly on any actions you will have to take. We hope to make the merger as seamless as possible.

What if I have additional questions?

We're here to answer your questions! Please don't hesitate to call us at 484-337-8600, if you have any questions about this partnership and what it means to you.

FOR UP TO DATE MERGER INFORMATION, PLEASE VISIT:

WWW.FMFCU.ORG/MERGERINFO