

NOTICE OF MEETING OF THE MEMBERS OF MISSISSIPPI FEDERAL CREDIT UNION

The Board of Directors of Mississippi Federal Credit Union (MSFCU) have called a special meeting of all Members of MSFCU at the Ridgeland Office located at **325 Commerce Center Drive, Ridgeland, MS 39157 on June 5, 2024 at 5:00 p.m.**

The purpose of the Special Meeting and Member Action is:

1. To consider and act upon a plan and proposal for merging MSFCU with and into Mutual Federal Credit Union (MFCU) whereby all assets and liabilities of MSFCU will be merged with and into MFCU. All members of MSFCU will become members of MFCU and will be entitled to and will receive shares in MFCU for the shares they own in MSFCU 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 MSFCU, 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 MSFCU 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 mail ballot to vote on the proposed Merger. You may also cast your vote electronically or in person at the meeting.

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://ncua.gov/support-services/credit-union-resources-expansion/credit-union-merger-resources/comments-proposed-credit-union-mergers> or mail to:

NCUA, Credit Union Resources and Expansion
1775 Duke Street
Alexandria, VA 22314

RE: Member-to-Member Communication for merging Mississippi Federal Credit Union with and into Mutual Federal Credit Union

The NCUA will post comments received from members on its website, along with 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 statements of the continuing credit union, follow as separate documents. In addition, the following information applies to the proposed Merger.

Reasons for Merger

MSFCU and MFCU are aligned in their objectives to broaden access to fair financial products and services that benefit all people, especially those of modest means. While both credit unions are well-capitalized, they are not immune to the market forces influencing financial institutions today. The current inflationary, rising-rate environment accentuates the need for the merger.

By combining the credit unions' operational strengths, agile workforces and regional know-how, the continuing credit union will result in a more competitive financial institution. Further, members will benefit from additional branch locations, enhanced technology and a wider array of products.

Net Worth

MSFCU does not have a higher net worth ratio than MFCU. Upon the merger, the net worth of MSFCU will transfer to MFCU.

Share Adjustment

Based on a review of the credit unions' financials independently and combined, the Board of Directors of MFCU and of MSFCU have determined that no adjustment of shares be made.

Locations of Merging and Continuing Credit Union

All MSFCU locations and ATMS will remain open post-merger. All MFCU locations and ATMs will remain open post-merger. The following branch locations will serve members following the merger:

Columbus, MS Branch

59 Yorkville Park Square
Columbus, MS 39702

Vicksburg–Cherry Street

1604 Cherry Street
Vicksburg, MS 39180

Vicksburg–South Frontage Road

2086 S Frontage Road
Vicksburg, MS 39180

Jackson Branch

2500 North State Street
Jackson, MS 39216

Clinton Branch

SouthPointe Business Park
500 Clinton Center Drive
Clinton, MS 39056

South Oxford Center Branch

2301 S Lamar Boulevard
Oxford, MS 38655

Oxford Branch

1101 Jackson Avenue W
Oxford, MS 38655

Raymond, MS Branch

460 E Main Street
Raymond, MS 39154

Vicksburg–Clay Street

4210 Clay Street
Vicksburg, MS 39180

Yazoo City, MS Branch

1505 Grand Avenue
Yazoo City, MS 39194

Ridgeland Office (Highland Colony)

325 Commerce Center Drive
Ridgeland, MS 39157

Grenada Branch

960 J K Advent Drive
Grenada, MS 38901

Ole Miss Student Union Branch

218 Student Union Drive
University, MS 38677

Changes to Services and Member Benefits

Members of MSFCU will have expanded access to banking and financial wellness services and will recognize gains through favorable rates, pricing and innovations that enhance their banking experience. These member benefits will be a product of operating efficiencies of a larger organization that reduces expenses and generates revenue.

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. There are no financial arrangements related to the merger and no material retention agreements or compensation agreements related to the merger.

Merger Approval and Ballot

The proposed merger must have the approval of the majority of members who vote. Enclosed with this Notice of Special Meeting is the Ballot for Merger Proposal.

Please complete the Ballot and return it to:

E Space Communications, Inc.
P.O. Box 3156
Dublin, OH 43016

To be counted, your ballot must be received by 5:15 p.m. on June 5, 2024. Mail and electronic Ballots received after this date and time will not be counted. You may also cast your vote by voting online at <https://msfcu.us> or in person at the special meeting.

BY THE ORDER OF THE BOARD OF DIRECTORS:

Gary Armstrong
Gary Armstrong, MSFCU Board Chairperson

April 2, 2024
Date