

Prompt Corrective Action regulation that would place more emphasis on concentration risk factors.

While key financial ratios are moving in a positive direction, credit unions still face challenges in overcoming the effects of the economic downturn. NCUA examiners are working diligently with credit unions to help mitigate existing and potential risks and maintain stable balance sheets. NCUA will continue to take proactive steps to protect the safety and soundness of the credit union industry.

Sincerely,

/s/

Debbie Matz
Chairman

Enclosure