

March 26, 1998

William H. Yarborough, President/CEO  
U.S. Postal Service Federal Credit Union  
7905 Malcolm Road, 4<sup>th</sup> Floor  
Clinton, Maryland 20735-1769

Re: Conflict of Interest  
Your letter dated February 26, 1998

Dear Mr. Yarborough:

You have asked whether it is a conflict of interest for a member of the supervisory committee of one federal credit union (FCU) to serve on the board of directors of another FCU. As we advised you by phone, we are aware of no FCU bylaw, regulation or statute that prohibits this form of dual service. Although not a violation of law, we cautioned you that the individual must be careful not to breach the separate fiduciary duty that is owed to each of the FCUs.

Sincerely,

Sheila A. Albin  
Associate General Counsel

GC/MFR:bhs  
SSIC 3000  
98-0301