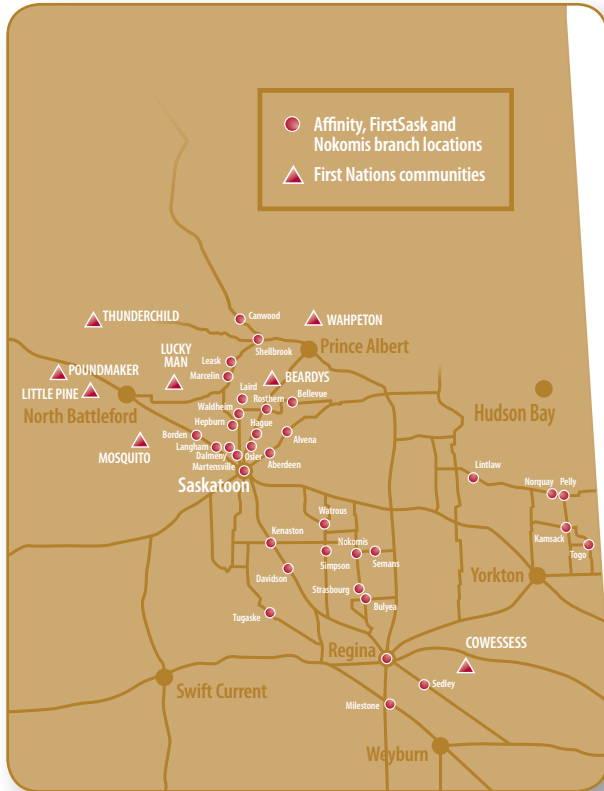


OUR LOCATIONS

Saskatchewan



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FIRST NATIONS DISTRICT

Questions and Answers



The proposed creation
of a First Nations District
within the new
Affinity Credit Union

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The Boards of FirstSask Credit Union and District Councils, and Affinity and Nokomis Credit Unions are proposing to their members the formation of a First Nations District within the new Affinity Credit Union.

Here is some background information on the proposal.

Partnership

Q 1 Why a First Nations District?

It makes economic sense. First Nations are the fastest growing demographic in Saskatchewan. The number of new First Nations enterprises far outweighs any other in our market areas. Over the next few years the First Nations population is going to make up approximately 40% of Saskatchewan's total population, of which 74% will be under the age of 35. This demographic is achieving success in all areas of our economy and the new credit union wants to be part of that success by providing products and services that our First Nations members can rely on.

Q 2 What is the purpose of a First Nations District?

The First Nations District will work towards creating a better future for bands and their membership by creating wealth, offering financial expertise, and through delivering a full range of financial services in a manner that respects the First Nations people and their practices. By providing financial services, education, and support we can make a difference in the lives of people who live in these communities every day.

Q 3 Who are we partnering with?

The eight First Nations Bands that have entered into the partnership or offered support are:

Wahpeton Dakota Nation (458 Members)

Cowessess First Nation (3,500 Members)

Thunderchild First Nation (3,000 Members)

Beardys Okemasis First Nation (2881 Members)

Little Pine First Nation (1674 Members)

Lucky Man First Nation (102 Members)

Mosquito First Nation (1199 Members)

Poundmaker First Nation (1409 Members)

Governance

Q 4 How will the First Nations District be governed?

The First Nations District will have the same powers and responsibilities as all other Districts within the credit union. It will appoint two Directors to represent the First Nations District on the Affinity Board of Directors.

Q 5 How will the First Nations District fit into our overall governance structure?

The Board of Directors and District Council Delegates govern the credit union and work together to achieve success. Decisions are made in the best interest of the credit union as a whole. The First Nations District will be one of the nine Districts in this governance structure.

Q 6 Have we done due diligence on the merger partnership?

The business plan indicates profitability can be achieved with \$30-\$40 million of assets and the founding First Nations are well able to achieve this volume of business within the credit union

Q 7 Will you create branches on the reserves?

The business plan envisions one branch on reserve but does not foresee a large branch structure for the First Nations District.

Member Benefits

Q 8 What's in it for me as a member?

The First Nations demographic is achieving success in all areas of our economy and the new credit union wants to be part of that success. A First Nations District offers a stronger presence in rural communities, long-term financial strength for the credit union and a demonstrated commitment to the communities we serve.

Q 9 What about patronage allocations?

All members, individuals and businesses who join the credit union through the First Nations District will participate equally in patronage allocations according to business done with the credit union.

Financial Implications

Q 10 What are the financial implications?

The First Nations District is a partnership initiative with First Nations designed to encourage First Nations businesses, organizations and individuals to deal with us to meet financial needs. Since we will have a limited branch structure, we expect the financial costs of start-up to be moderate and affordable for the credit union.

Q 11 Will this mean increased service charges?

Service charges and pricing are continuously under review. However, the formation of a first Nations District will not affect service charges and pricing.

Q 12 When is the First Nations District expected to show a profit?

We are confident that a positive financial return will be seen within the first or second year of operation.

Member Vote

Q 13 What is the approval process for the First Nations District?

The First Nations District is subject to membership and regulatory approval. The vote by members will be held from November 1st to 15th, 2007 in their communities. Formal notice of dates will be given to members through the media, on our website and in branches.