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Michael Verne

From: [REDACTED]
Sent: Friday, November 01, 2002 3:11 PM
To: Michael Verne
Cc: [REDACTED]
Subject: Size-of-Person and Size-of-transactions Tests for Premerger Notification

Mike,

I am following up on an earlier conversation you may have had with [REDACTED] am interested in better understanding the exemptions related to the computation of size-of-person and size-of-transaction (specifically total assets). [REDACTED] noted several items in the quarterly NCUA 5300 report that would be exempted. These were items 1-12, 17-19, 24-26 and 28. What I want to know is whether these exemptions apply to the size-of-person test as well as the size-of-transaction test. I have read the Introductory Guide II but was not able to resolve the question. Any other sources that you can suggest would also be appreciated.

Thank you for your assistance.

Sincerely,

[REDACTED]

ADVISED THAT THE SIZE OF PERSON TEST IS BASED ON LAST REGULATORY PREPARED FINANCIALS. EXEMPT ASSETS CANNOT BE EXCLUDED.

B. Michael Verne

11/1/02