



September 24, 2021

Dear Member,

As we welcome the harvest season, I want to share an important update from your Board of Directors.

Your Board continually explores ways to serve our customers, from investing in new programs and products to determining this year's record \$54 million patronage distribution. Serving our customers also includes consideration of growing our capabilities and expertise through mergers with similar Associations.

To that end, the Directors of both AgChoice Farm Credit and MidAtlantic Farm Credit recently signed a non-binding letter of intent to merge the two Associations. While this letter does not guarantee a merger will occur, it does mean both organizations will complete the necessary due diligence to research a merger's benefits to our memberships.

Many of you likely are familiar with AgChoice, our neighbor Farm Credit Association. AgChoice provides loans and services to members in central and northwestern Pennsylvania, as well as northwestern West Virginia. For more than 20 years, both Associations have jointly promoted Farm Credit in Pennsylvania and West Virginia through sponsorships, conferences, trade shows, and legislative advocacy. Additional collaboration efforts include the AgBiz Masters educational program and Farm Credit **EXPRESS** equipment financing.

As our Boards evaluate our previous partnership successes and strong financial positions today, we want to negotiate any merger agreement in our members' best interest. It is our desire that a future merger is a seamless customer service experience with your local team and our technology platforms.

If the merger discussions continue and our Boards vote to recommend merger approval, a stockholder vote will occur in early 2022. Prior to a vote, all eligible cooperative stockholders will receive a disclosure statement with a complete description of the merger terms and the Boards' reasons for recommending stockholder approval.

Thank you for choosing Farm Credit for your lending and business service needs. We will keep you updated as we continue our talks with AgChoice Farm Credit.

Sincerely,

A handwritten signature in black ink that reads "Brian L. Boyd".

Brian L. Boyd  
Board Chair, MidAtlantic Farm Credit