



July 31, 2009

Dear Member:

This letter contains important information about the conversion of your High Desert Visa Credit Card to an Alaska USA Visa Platinum Credit Card.

During the month of August, you will receive your new Alaska USA Visa Platinum Credit Card to replace your existing High Desert credit card. At that time, you will be automatically enrolled in Alaska USA's credit card rewards program (ScoreCard® Rewards) for travel and merchandise. Please note that Alaska USA provides, at no additional cost to you, the features and benefits of the ScoreCard Rewards Program. These features and benefits can be viewed at www.scorecardrewards.com. The enclosed chart compares the interest rates and other terms and conditions of existing High Desert Visa Credit Cards to Alaska USA's Visa Platinum Credit Card program.

Credit Limit: Your new Alaska USA credit card will provide you with the same credit limit as your existing High Desert credit card limit.

Interest Rate: Based upon your current High Desert credit card interest rate, your Alaska USA credit card interest rate will be either 10.5% or 14.5%, as illustrated on the comparison chart. **Please note** that the Alaska USA rate will only apply to transactions made with your Alaska USA card. Any balance on your High Desert card will be transferred to your Alaska USA credit card account at the same interest rate as your High Desert credit card, and will remain at that rate until paid in full.

Card Activation: When you receive your new Alaska USA credit card, it is important that you activate the card by following the instructions on the activation sticker. Activation and use of your Alaska USA credit card acknowledges your acceptance of the terms and conditions as reflected in the disclosure that will be included with your new card. Once you have activated your new Alaska USA card, your current High Desert card will be deactivated. Please then destroy the High Desert card.

Please be sure to contact any merchants that have reoccurring payments processed on your High Desert credit card and provide them with your new Alaska USA credit card information. This will ensure that your reoccurring payments continue without interruption.

Your existing High Desert credit card cannot be used for any purchase or other transactions after September 3, 2009. In the event that you choose not to activate and use your new Alaska USA credit card, please destroy both cards. Again, any unpaid High Desert Visa Credit Card balances including any unbilled transactions authorized against your High Desert credit card prior to September 3, 2009, will be transferred to your new Alaska USA credit card account, but maintained at the same interest rate as your High Desert card until paid in full.

If you have any questions or concerns, please contact me Monday-Friday, 10:00 a.m.-6:30 p.m. PST, at (800) 525-9094, ext. 2830.

Sincerely,

A handwritten signature in cursive script that reads "Kent Logan".

Kent Logan
Vice President, Electronic and Card Services

Enclosure

VISA CREDIT CARD COMPARISON CHART

Alaska USA FCU

High Desert FCU

Interest Rates	10.5% APR Platinum 14.5% APR Platinum 14.5% APR Secured Platinum	7.5% APR (Convert to AKUSA 10.5%) 11.0% APR (Convert to AKUSA 10.5%) 14.0% APR (Convert to AKUSA 14.5%) 14.0% APR Secure (Convert to AKUSA 14.5%)								
Credit Card Limit	Same as current High Desert credit limit	Current credit limit								
Rewards Program	Travel and Merchandise www.scorecardrewards.com	No rewards program								
Grace Period	25 days	20 days								
Annual Card Holder Fee	\$50 annual fee waived with Alaska USA checking account	No annual fee								
Over the Credit Limit Fee	\$20	\$20								
Late Payment Fee	5% of Minimum payment due (\$1 minimum, no maximum)	\$15 or 5% balance due, whichever is greater								
Minimum Payment	<table style="border: none;"> <tr> <td>If your balance is:</td> <td>Your min payment is:</td> </tr> <tr> <td>Less than \$15</td> <td>balance in full</td> </tr> <tr> <td>\$15 - \$500</td> <td>\$15.00</td> </tr> <tr> <td>Greater than \$500</td> <td>3% of new balance</td> </tr> </table>	If your balance is:	Your min payment is:	Less than \$15	balance in full	\$15 - \$500	\$15.00	Greater than \$500	3% of new balance	2% of new balance, but not less than \$20
If your balance is:	Your min payment is:									
Less than \$15	balance in full									
\$15 - \$500	\$15.00									
Greater than \$500	3% of new balance									
Card Replacement Fee	No Fee	\$10								
Secured Credit Card	Pledged share of \$500 (High Desert share deposits securing the account will automatically transfer to Alaska USA)	Pledged share of \$500								