

Dear First Basin Member:

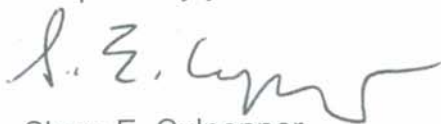
The Board and Management have chosen to suspend the membership vote on the conversion proposal. As a result, the special meeting scheduled for February 21, 2008 will not be held and no vote will be taken on the proposal at this time.

We have decided to take this action for several reasons. First, it has come to our attention that our members have been receiving calls telling them that if they don't vote against the conversion proposal they will lose their money on deposit at First Basin and their accounts will be closed. **This is absolutely false.** The conversion to a mutual savings bank would **NOT** result in any member losing his or her money or any account being closed. We are also aware of numerous other false statements being circulated by opponents of the conversion proposal, such as rates and fees are going to get worse for members and members will not be able to get loans from First Basin after the conversion. If you were contacted by individuals urging you to vote no and making similar types of claims, please contact us immediately so that we may ensure your rights were not violated.

Second, as part of this process, we have received considerable feedback from our members on the proposed conversion. As a result of this feedback, the Board intends to consider two possible changes to the proposal. The Board wants to evaluate whether it can reward members for First Basin's recent success by returning a portion of First Basin's net worth to you. This would result in a cash payment to all eligible members upon conversion. The Board also wants to consider retaining our one-member, one-vote structure.

In the end, our goal is to continue to operate First Basin as a safe and sound financial institution and to provide members with great products and services. If you have any questions or want to share your comments with us, please contact us at (432) 333-5667.

Respectfully yours,



Shem E. Culpepper
President and Chief Executive Officer