



October 29, 2024

We are pleased to announce the acquisition of Washington Business Bank by Sound Credit Union (“Sound”) through Sound’s purchase and assumption of the assets and liabilities of Washington Business Bank. This letter serves to officially notify you about the acquisition of Washington Business Bank and the related change in deposit insurance coverage from the Federal Deposit Insurance Corporation (the “FDIC”) to the National Credit Union Administration (the “NCUA”). We have included with this letter a chart comparing FDIC and NCUA insurance coverage.

This letter, and the enclosed insert with answers to frequently asked questions (“FAQs”), also provide information to help you navigate questions you might have about the acquisition and any changes in connection with the conversion of your account to the Sound records and systems. The conversion of your account will be part of the consolidation of the Washington Business Bank and Sound records and systems following the completion of the official acquisition date which has been tentatively scheduled for November 30, 2024. Additional information regarding the timing for the conversion is included in the enclosed FAQs.

Sound offers the same or similar commercial deposit products, commercial loan products, and consumer deposit products as Washington Business Bank. In addition, Sound offers a full range of consumer loan products, which Washington Business Bank does not offer. Therefore, there will be no services lost by Washington Business Bank customers in connection with the acquisition but instead such customers will see an expansion of services to include consumer loan products. The amount and range of fees that Sound charges in respect of its products are in most cases slightly lower than the fees charged by Washington Business Bank for similar products – please see the included deposit account fee comparison between Sound and Washington Business Bank. Existing Washington Business Bank loans will transfer under the same current terms and conditions. Any renewals or refinances will be under Sound’s then current offerings. Existing safety deposit boxes at Washington Business Bank will transfer under the same current terms and conditions and, despite the acquisition, you will retain access to your safety deposit box(es). Sound will provide you with additional information and instructions regarding the conversion of your account as the date of the conversion approaches. If you have questions in the meantime, please do not hesitate to contact Jon M. Jones, President and Chief Executive Officer of Washington Business Bank, at

Washington Business Bank
Phone: 360.754.194
Website: wabizbank.com

Sound Credit Union
Phone: 800.562.8130
Website: soundcu.com

223 5th Avenue SE, Olympia, Washington 98501, or by email at JJones@wabizbank.com, or Don Clark Jr., Sound's President and Chief Executive Officer at 1331 Broadway, Tacoma, Washington 98402, or by email at dclark@soundcu.com.

Acquisition Date; Becoming a Member of Sound

The acquisition is expected to close on or about November 30, 2024, pending customary closing conditions and any remaining final regulatory approvals. On the closing date, when Sound purchases and assumes all of Washington Business Bank's loans and deposits, customers of Washington Business Bank will become members of Sound. Anyone who does not wish to become a member of Sound may withdraw their deposits before the closing. Any deposits that are not withdrawn prior to the closing will be transferred to Sound, and such deposits will remain at Sound until withdrawn. After the closing, anyone with deposits at Sound as a result of the purchase and assumption transaction may withdraw or restructure their deposits without incurring any penalty.

Anyone who lives or works in the State of Washington may become a member of Sound. Washington Business Bank is not aware of any of its customers that will not qualify under this eligibility requirement. Moreover, membership at Sound requires a "share account," often referred to as a savings account, which has no fees or minimum balance requirements. For any Washington Business Bank customer who does not already have a savings account at Washington Business Bank, Sound will open a share account effective upon completion of the acquisition. Washington Business Bank customers will not be required to pay an application fee or other fee to become a member of Sound.

Banking Locations and ATM Access

You may notice that the signage associated with Washington Business Bank will transition to Sound upon completion of the acquisition. While you eventually will be able to conduct banking at Sound's existing 25 branch locations, you will need to conduct in-person banking at the one existing Washington Business Bank main branch location until your account has been converted to the records and systems of Sound. This conversion of accounts is expected to occur sometime in mid-2025. No branch of Sound or Washington Business Bank will be closed in connection with the acquisition. After the conversion is complete, you will have full access to all 26 of the combined institution's offices and all of the combined institution's ATMs. Sound has surcharge-free ATM machines at its 25 current branches, as well as access to more than 30,000 CO-OP Financial Services Network surcharge-free ATM machines located throughout the country.

For a full list of Sound's branch locations, hours and available ATM locations, visit the Sound website at www.soundcu.com. See the enclosed FAQs for additional information about branch locations and ATMs following the acquisition.

Products and Services

Despite the acquisition, you will retain access to all of your deposit accounts and other banking products and services (such as debit cards, lines of credit, and other services). Until your account has been converted to Sound's records and systems, all direct deposits (social security, payroll, etc.), automatic withdrawals or transfers, and any transactions (debit card transactions or checks) will continue to process and post to your account without further action by you. The conversion of accounts to the Sound records and systems is expected to occur in mid-2025. There will be no

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additional changes to your loans, loan servicing, banking products or services, or account numbers/structure until the records and systems conversion is completed. You will be provided additional information and a minimum of 30 days prior notice of any scheduled account changes. See the enclosed FAQs for additional discussion regarding products and services following the conversion of your account to Sound's records and systems. We have also include with this letter Sound's Privacy Policy.

Deposit Insurance (FDIC and NCUA)

Your deposits at Washington Business Bank will be transferred to Sound following the acquisition unless you close your account prior to the acquisition. After the closing date, your deposits at Sound will be insured by the NCUA and not by the FDIC. All your current deposits will continue to be federally insured up to \$250,000 for each account category through the NCUA. The insured status of deposits at Washington Business Bank under the provisions of the Federal Deposit Insurance Act will continue until the deposits are transferred to Sound. Your deposits will always be insured up to applicable limits during the transition from FDIC to NCUA. Enclosed with this letter is a chart comparing FDIC and NCUA insurance coverage.

No Interruption in Service

Washington Business Bank's one existing main branch will remain open to continue serving you during normal business hours. Employees you know from Washington Business Bank will continue to serve you as employees of Sound. Sound expects to continue to offer substantially similar products and services as Washington Business Bank after the transition. Customers will be given prior notice of any changes in products and services. Please see the enclosed FAQs for any questions you might have about your account access. You can also learn more about Sound and our products and services at www.soundcu.com.

If you are a customer of Washington Business Bank and would like to discuss the acquisition, please contact Jon M. Jones, President and Chief Executive Officer of Washington Business Bank, at 223 5th Avenue SE, Olympia, Washington 98501, or by email at JJones@wabizbank.com. You may also contact Don Clark Jr., Sound's President and Chief Executive Officer at 1331 Broadway, Tacoma, Washington 98402, or by email at dclark@soundcu.com. Sound will continue to send communications detailing various aspects of the transition of your accounts, including detailed information regarding the conversion of your accounts to the records and systems of Sound which is expected to occur sometime in mid-2025.

Sound is thrilled to be joining with Washington Business Bank, and we look forward to the chance to meet and get to know all of you soon. If you have any questions about the acquisition, please feel free to contact either financial institution:

Washington Business Bank
360.754.1945

Sound Credit Union
800.562.8130

Sincerely,



Jon M. Jones
Washington Business Bank
President/CEO



Don L. Clark, Jr. CPA
Sound Credit Union
President/CEO

Encs:

Answers to Frequently Asked Questions (FAQs)
NCUA and FDIC Insurance Compared
Sound Credit Union Privacy Policy
Fee Comparison