



June 2016

Dear First Newton National Bank Customer;

We are pleased to announce that effective June 30, 2016, First Newton National Bank will now be known as FNNB Bank. This name change is necessary because now we will be a state chartered institution and cannot have national in our name. Currently, we are a nationally chartered bank regulated by the Office of the Comptroller of Currency (OCC), in Washington D.C. Going forward, we will be regulated by the Iowa Department of Banking, located in Des Moines, Iowa. This is more consistent with community banks throughout the state of Iowa. We will still be Newton's only locally owned bank. That has not changed nor has our commitment to our valued customers.

We have assembled a few Q & A that we hope you will find to be helpful.

Q: Why did you change your name?

A: We are not allowed to have national in the name as we are now state chartered. We did not sell the Bank. We are still Newton's locally owned and operated hometown bank.

Q: What does FNNB Bank stand for?

A: They are just initials that we took from the old name as people often abbreviated our name as FNNB. They really do not stand for anything in particular. Our building will have new signage reflecting the name change and new logo.

Q: How will this change affect me?

A: This charter change will basically not affect you, our valued customer. Your account number and routing number will remain the same. You will be able to use your checks as well as your debit card until they need to be reordered. At that time, you will see the new logo and name. We will continue to offer our same great products and services upon which you have come to rely on. Your FDIC insurance coverage will remain the same as well.

Q: What is the purpose of the charter change to a state bank?

A: Being chartered and regulated as a state bank will align us better with local community banking issues for current and future needs. It is more consistent with community banks in Iowa. Our bank is NOT being sold. We will have the same ownership, Board of Directors, Officers and Employees you have come to know and trust.

Please do not hesitate to contact us at 641-792-3010 if you have any questions. The same friendly owners and employees are here to assist you. You can rely on us for the same great service as you have in the past. We are still proud to be your locally owned, operated, full service hometown bank.

Sincerely,

Gary S. Kahn  
President/CEO