

CORPORATE CREDIT UNION GUIDANCE LETTER

NO. 2005-02-1

DATE: September 13, 2005

SUBJ: Corporate Credit Union Guidance Letter 2005-02 Governance Policies,
Dated April 5, 2005

TO: The Corporate Credit Union Addressed

This is being issued to clarify some confusion that has arisen with language in the subject.

Under the section entitled *External and Internal Auditors* on page 4, the last two sentences of the first paragraph state:

“The board and supervisory committee are encouraged to rotate vendors, including CPA firms. With consolidation within the CPA industry this may not always be possible; however, rotating the managing partner is another option.”

NCUA has no auditor rotation requirement. The Sarbanes-Oxley Act of 2002 (SOX) contains requirements and “best practices” related to audits of public companies and includes provisions addressing audit partner rotation (Section 203). Corporate credit unions may consider voluntary compliance with the audit partner rotation requirements of Section 203.

Please maintain this revision with your file copy of the original subject Guidance Letter.

Sincerely,

/S/

Kent Buckham
Director
Office of Corporate Credit Unions