

September 1, 2012

Re: Treatment of Unclaimed Capital Credits

Filer Mutual Telephone Company (the "Company") will publish on its website, a list of all members who have upon the records of the Company any abandoned Capital Credits over \$75.00. Such list will be published on our website at www.filertel.com. The list will be updated quarterly and an advertisement will be placed in the newspaper on a quarterly basis. Capital Credits will be considered abandoned if the Capital Credit check is returned to Filer Mutual after being mailed to the last known address in the Member file. Capital Credits will also be considered abandoned if the check used for payment of the Capital Credits is not cashed within 90 days after the check is written. The Company will maintain a list of all members who have upon the records of the Company any abandoned Capital Credits under \$75.00, but such list will not be published on our website. Any member may view this list at the Company offices during normal business hours.

Members may claim any abandoned Capital Credits in the amount of \$5.00 or more from the Company for 10 years from the date the Capital Credits were initially issued to the members. After 10 years, the abandoned Capital Credits will become the property of the Company. Abandoned Capital Credits under \$5.00 will be immediately placed into a scholarship fund to be administered by the Scholarship Committee.

Any Capital Credits owed to a member or former member will first be used to settle any amounts owed to the Company on that member's or former member's past due or written off account. Accounts are considered past due if they are in the 30 day column of the current aging list. Accounts that have been closed or deactivated with amounts owing to the Company are considered written off.

Members may claim abandoned Retired Capital Credits in amounts more than \$5.00 at the Company's office during normal business hours. Such members shall provide the following information:

Active members in whose name the abandoned Capital Credits were issued:

Provide proof of identification with two forms of identification, preferably a social security card and a picture ID. Other forms of ID will be accepted at Filer Mutual's discretion. These members can choose to have a new check reissued to the name(s) on the original check or have the amount of the claim credited to his/her/their current account. If the member has had a name change due to marriage or divorce, Filer Mutual may reissue the check in the member's current name at Filer Mutual's discretion.

Active members who are business accounts:

Provide proof of identification with two forms of identification, preferably a social security card and a picture ID. Other forms of ID will be accepted at Filer Mutual's discretion. These members also need to provide proof that they are an owner or officer of the member

company with a valid current annual report issued by the Idaho Secretary of State. These members can choose to have a new check reissued to the name on the original check or have the amount of the claim credited the company's current account.

Former members in whose name the abandoned Capital Credits were issued:

Provide proof of identification with two forms of identification, preferably a social security card and a picture ID. Other forms of ID will be accepted at Filer Mutual's discretion. These members can choose to have a new check issued to the name(s) on the original check. If the former member has had a name change due to marriage or divorce, Filer Mutual may reissue the check in the member's current name at Filer Mutual's discretion.

Former members who are business accounts:

Provide proof of identification with two forms of identification, preferably a social security card and a picture ID. Other forms of ID will be accepted at Filer Mutual's discretion. These members also need to provide proof that they are an owner or officer of the former member company with a valid annual report from the last year in business issued by the Idaho Secretary of State. These members can choose to have a new check reissued to the name on the original check.

Former members who are deceased individuals:

Filer Mutual will need a death certificate for the former member and proof of the executorships of the estate. The executor of the estate must provide proof of his or her identification with two forms of identification, preferably a social security card and a picture ID. Other forms of ID may be accepted at Filer Mutual's discretion. We can then issue a check to the estate of the deceased member. Filer Mutual may be able to write the check to a beneficiary of the estate at Filer Mutual's discretion.

Former members who had a joint account and one of the former members is deceased:

Filer Mutual will need a death certificate for the former member and proof of the executorships of the estate. The executor of the estate must provide proof of his or her identification with two forms of identification, preferably including a social security card and a picture ID. Other forms of ID may be accepted at Filer Mutual's discretion. We can then issue a check for half of the unclaimed amount to the estate of the deceased member. We can also issue a check for the remaining percentage of the abandoned retired capital credits to the surviving joint account holder. We may also be able to reissue a check to the surviving former joint account holder if that person is the widow or widower of the deceased joint account holder.