

## Fitch Affirms Southeast Corporate FCU's IDR at 'A+

Fitch Ratings has affirmed the 'A+' long-term Issuer Default Rating (IDR) and 'F1+' short-term IDR of Southeast Corporate Federal Credit Union (Southeast) based on its announcement that it plans to merge with Corporate One Federal Credit Union (CorpOne) The Rating Outlook is Stable. A complete list of ratings is provided at the end of this release.

Southeast and CorpOne have entered into agreement to pursue a merger and the two corporates are currently working together to complete its due diligence process. The merger is subject to National Credit Union Association (NCUA) Board approval, as well as membership approval from both companies. The merger is expected to be completed by 3Q12.

Fitch's affirmation of Southeast's long-term IDR reflects that the company's IDR is currently at its Support rating floor. Fitch believes that Southeast continues to benefit from the various support mechanisms put in place to maintain liquidity in the corporate credit union system and that it is still operating with regulatory forbearance from NCUA given its weak capital position.

Fitch has also affirmed the Viability rating of 'c' and Individual rating of 'E', removing the Rating Watch Negative that was put in place on August 31, 2011. At this time, Fitch is withdrawing both the Viability and Individual ratings as well.

Fitch takes the following rating actions:

### Southeast Corporate Federal Credit Union

--Long-term IDR affirmed at 'A+'; Rating Outlook Stable

--Short-term IDR affirmed at 'F1+';

--Viability at 'c'; affirmed and withdrawn; removed from Rating Watch Negative

--Individual at 'E'; affirmed and withdrawn; removed from Rating Watch Negative

--Support at '1'; unaffected

--Support Floor at 'A+'; unaffected

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Additional information is available at '[www.fitchratings.com](http://www.fitchratings.com)'

Applicable Criteria and Related Research:

--'Global Financial Institutions Rating Criteria' (Aug. 16, 2011);

--'U.S. Corporate Credit Unions' (June 21, 2010).