



PSCU Financial Services Prevails in AIG Lawsuit

CUSO Recovers in Excess of \$2.4 Million For Denied Claim

St. Petersburg, FL, May 23, 2007 – PSCU Financial Services announced it has been awarded a judgment in excess of \$2.4 million from insurer AIG as a result of a lawsuit initiated by the cooperative in 2003. The lawsuit contested AIG's failure to pay a claim based upon identity theft incidents. The foregoing amount represents the original judgments, attorney fees and costs.

Aware of the threat of losses due to fraud, PSCU Financial Services' had contracted with AIG for insurance coverage to protect the cooperative against losses caused by identity theft. Subsequently, the company was involved with uncovering a fraud ring that took over approximately 125 accounts, representing more than \$1.6 million in losses.

PSCU Financial Services paid the affected member credit unions for the full amounts of their losses; however AIG declined the claim and refused to compensate the cooperative.