

April 22, 2020

Dear Lumbee Guaranty Bank Shareholder:

Due to the COVID-19 pandemic and to protect the health and well-being of our employees, shareholders, and community, our Board of Directors has determined that we will postpone our 2020 Annual Meeting of Shareholders. The meeting was originally scheduled to be held on May 27, 2020. However, current stay-at-home orders and restrictions on gatherings and other normal activities, if they were to remain in effect, could prevent the meeting from being held on that date. Because of uncertainty as to when those restrictions will be fully lifted, our Board believes it best to act now to postpone the meeting rather than to print and mail our proxy materials and then later be required to postpone. We currently expect that the meeting will be rescheduled for a date during July.

A notice of the date, time, and location of the rescheduled meeting will be mailed to you in advance of the meeting, along with our proxy materials and annual report to shareholders. A copy of our audited statements of condition at December 31, 2019 and 2018, and our audited statements of operations, shareholders' equity, and cash flows for the years ended December 31, 2019, 2018, and 2017, together with our independent accountants' report on those financial statements, will be provided to you without charge upon your written request to our Corporate Secretary, Janet G. Newton, at Lumbee Guaranty Bank, Post Office Box 908, Pembroke, North Carolina 28372, or by telephone to (910) 522-5830.

Have you signed up for direct deposit of cash dividend payments on your Lumbee Guaranty Bank stock? With direct deposit, your dividend payments will be automatically deposited to your bank deposit account on the day the dividend is paid. That will allow you to avoid going to the bank to deposit your paper dividend checks, and it will eliminate the risk of misplacing or losing your paper checks. To sign up, just fill out the enclosed Direct Deposit Authorization Form with all requested information, sign and date it, and place in the self-addressed envelope. We will send the form to our Transfer Agent for you. After your completed form is received, your dividend payments will begin to be automatically deposited to your account beginning with our next dividend payment. It's as simple as that.

In the meantime, our best wishes for good health go out to you and your family. Please call us if you have questions or if we can assist you in any way with your banking needs as we all get through this challenging time together. As always, thank you for your support of your bank!

Sincerely,
LUMBEE GUARANTY BANK

Kyle R. Chavis
Chief Executive Officer