

CoServ Electric's Response to Glover Press Release

CoServ has a fair and open director election process which provides the opportunity for interested members to run for election to the board. This is evidenced by the fact that incumbent directors were opposed in 7 of the last 8 director elections, and the fact that two current board members defeated the incumbent director in the last 8 years.

In June 2008, CoServ began investigating members' complaints regarding the use by a director candidate of non-public member information in her election efforts, and that investigation is ongoing. CoServ takes protection of its members' information seriously, and will take whatever action it deems appropriate to protect member information.

CoServ's board realizes that Mr. Glover has been disgruntled over the resolution of certain issues that have arisen recently related to his service as a director. The dialog of any director, disgruntled or not, is invited and processed through open discussion during board meetings. CoServ's board intends to research and process each of the issues raised by Mr. Glover, most of which have not been previously expressed. Mr. Glover's document contains many misstatements and mischaracterizations of the facts.