

REPORT OF THE DIRECTORS
2022 Annual Meeting
Angelina Federal Employees Credit Union

Maybe I've already said this, but WELCOME BACK!!! It's really great to see each of you here today. Maybe this meeting is a real sign that COVID 19 is finally behind us for the most part and we can get back to some level of normalcy (whatever that is). Last year's meeting was just – well – weird. A few members sitting in a few folding chairs in the lobby of the office with a few refreshments. It just didn't seem like a real annual meeting. Don't get me wrong - Carla and her staff did an awesome job of making a silk purse out of a sow's ear, but this is more like it!

The Report of the Directors will not be much different than it has been every year I have delivered it –

- Your Credit Union is still extraordinarily sound and the best place to do all of your savings and banking business. Assets and membership continue to grow at a healthy rate, delinquencies on loans are virtually none, and we fully expect to be here for you for at least another 69 years.
- Once again this year the examiners spent several days searching through the books and business practices of the Credit Union and once again the Credit Union passed the examination with flying colors, being awarded the highest total score. Only a few deficiencies were noted and all were corrected during the examination. Thank you Carla and staff.
- This year as well as every other year the directors have been vigilant in keeping up with changes in regulations and interest rates and making adjustments as needed.
- Right now interest rates are inching up at the Federal Reserve level and you can expect the rates at AFECU to follow. Always good news for savers, but not so good for borrowers. Your directors will make sure that all adjustments to rates are made with your best interest in mind.
- Your directors are always ready to hear any suggestions you have or new programs that might be put in place to make your Credit Union better for you.

Our experience with COVID-19 the last couple of years taught us a lot of lessons. We are a lot more ready to respond to a resurgence of that or any other serious situation with the contingency plans put in place during the Covid 19 outbreak

- There are emergency measures for addressing loans to members who are adversely affected by the situation.
- Work areas are rearranged to assure social distancing and face coverings can be provided if necessary, along with other measures recommended by the authorities. The lobby can be closed temporarily while the Credit Union remains open to offer all services.
- Cybersecurity is a primary interest right now, especially with the situation in Russia and Ukraine. The Credit Union has the best firewalls available to us for protection against this type of attack. Rest assured that if new technology becomes available to the Credit Union, it will be installed.

So, to wrap it up, you are a part of a really great organization – Not just a member but an owner. The Angelina Federal Employees Credit Union. As of now we are loaning each other around \$18MM and there is about that much that is still available for loans. The Angelina Federal Employees Credit Union is amazingly sound financially, and we (all of us) can be proud to be a part of it.

Please continue to be faithful to the Credit Union and encourage all of your family members to get involved.

Billy Lumpkin

BILLY LUMPKIN

Chairman, Board of Directors