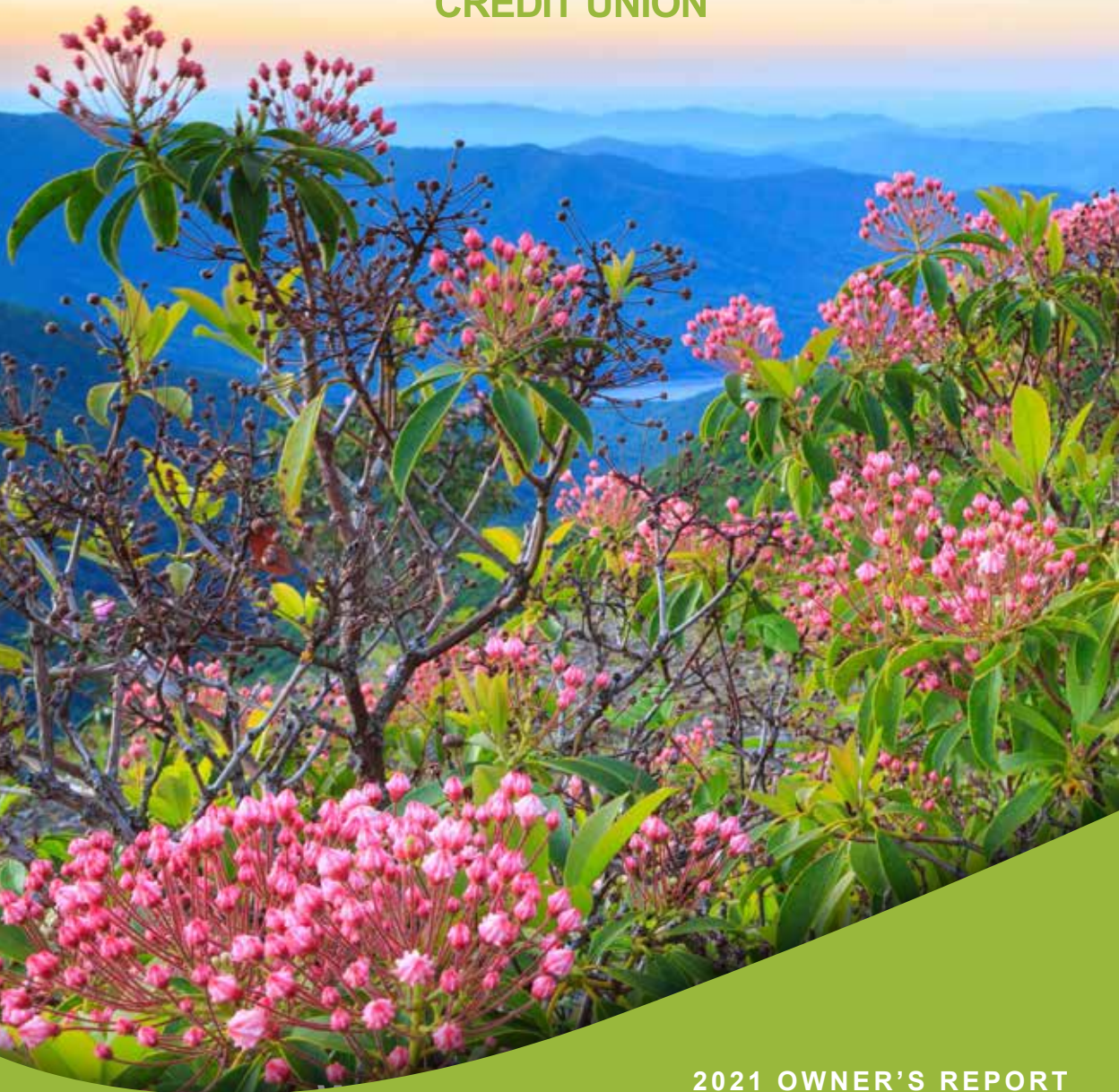


The logo for Telco Community Credit Union features the word "Telco" in a large, bold, dark green font. Above the letter "o" is a stylized green roof icon. Below "Telco" are the words "COMMUNITY" and "CREDIT UNION" in a smaller, all-caps, green font, stacked vertically.

Telco

COMMUNITY
CREDIT UNION



2021 OWNER'S REPORT

The Chairman's Report

As of December 31, 2021, we have 32,314 members with assets of \$337,582,935 compared to 30,438 members and assets of \$260,413,666 in 2020. We opened a new branch at 198 Airport Road in Arden.

I would like to thank our dedicated employees, the steady guidance of our senior leadership team and for the confidence that you, our members, continue to show in Telco Community Credit Union. On behalf of our employees, Supervisory Committee and Board of Directors, we thank you for your support.

Sadly, we regret the passing this year of Jesse Searcy, Director Emeritus.

Respectfully,

– *Robert Lux, Chairman of the Board*

President's Report

2021 continued to test the resilience of everyone. Members, staff and volunteers struggled with the life changing pandemic, COVID-19. Our staff worked tirelessly to keep everyone safe while doing their best to help our members with their daily needs. Thank you to our staff for your hard work and dedication! Thank you to our membership for another successful year of moving Telco Community Credit Union forward together. Your continued support, dedication and active participation fuel our continued growth and allow us to return value to you as Member-Owners.

In 2021 our staff at Telco helped 186 members purchase new homes or refinance their current home. Telco members also purchased or refinanced 2,189 automobiles. We also helped 291 members with our Credit Mastercard. Another 907 members got personal loans to help meet daily obligations. We are "People Helping People".

Thanks again to our staff for their dedicated service to our members. Thank you to our volunteers, Board of Directors, Supervisory Committee and Nominating Committee. I appreciate all of your hard work and dedication. I appreciate your unwavering support for our staff and members. I could never thank you enough for sharing your time and talents. You are vital to the success of Telco Community Credit Union.

– *David Burnette, President/CEO*

Supervisory Committee Report

On behalf of the Supervisory Committee, I am pleased to report that your credit union remains in sound financial condition and compliant with federal regulations.

We are extremely elated that the audit which was performed by Doeren Mayhew, CPA's and Advisors, resulted in no significant findings or recommendations. This audit report reiterates our confidence that our credit union is safe and sound and operating within the prescribed regulations and board defined policies.

As always, I would like to thank the credit union staff and Board of Directors for their continued dedication and due diligence to maintain a financially sound credit union for our most important asset, our membership. Also, thank you, Lois Erickson, for serving on the Supervisory Committee this past year and David Williamson, who has recently joined the Supervisory Committee.

– *Sharon Carter, Chairman Supervisory Committee*

STATEMENT OF FINANCIAL CONDITION

COMPARATIVE BALANCE SHEET

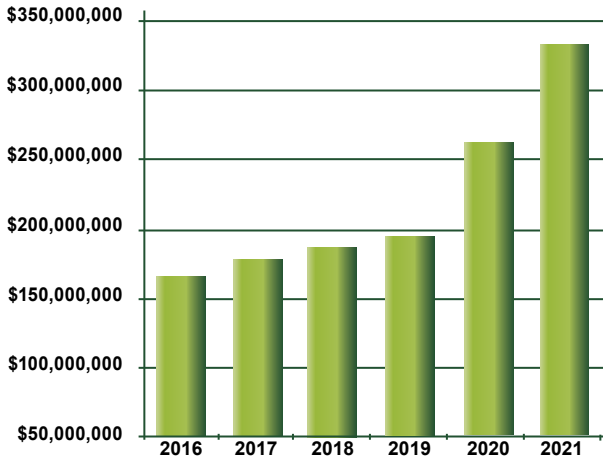
ASSETS	12/31/20	12/31/21
Loans	148,237,698	157,095,542
Cash	3,271,823	3,686,109
Investments	91,446,338	154,034,566
Prepaid & Deferred Expenses	413,589	684,042
Land & Building	6,161,985	6,244,353
Furniture and Equipment	770,599	989,707
Other Assets	10,111,634	14,848,617
TOTAL ASSETS	<u>260,413,666</u>	<u>337,582,936</u>
LIABILITIES & EQUITY		
Accounts Payable	1,490,117	1,019,025
Regular & IRA Shares	106,719,945	134,468,055
Share Drafts	62,892,326	80,222,541
Money Market Accounts	36,149,645	60,962,682
Share and IRA Certificates	26,987,801	31,786,083
Members Equity	26,173,832	29,124,550
TOTAL LIABILITIES AND EQUITY	<u>260,413,666</u>	<u>337,582,936</u>

COMPARATIVE STATEMENT OF INCOME AND EXPENSES

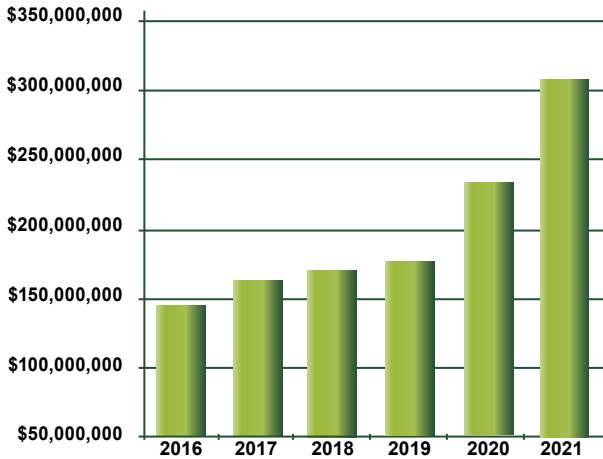
INCOME	12/31/20	12/31/21
Loan Interest	7,712,769	7,881,078
Investment Interest	489,892	410,465
Fee Income	1,236,080	1,379,638
Other Income	3,358,717	4,029,410
TOTAL OPERATING INCOME	<u>12,797,457</u>	<u>13,700,591</u>
DISTRIBUTION OF INCOME		
Operations Expense	9,232,433	9,552,110
INCOME FROM OPERATIONS	<u>3,565,024</u>	<u>4,148,481</u>
Dividends	1,022,165	906,974
NET INCOME	<u>2,542,859</u>	<u>3,241,507</u>



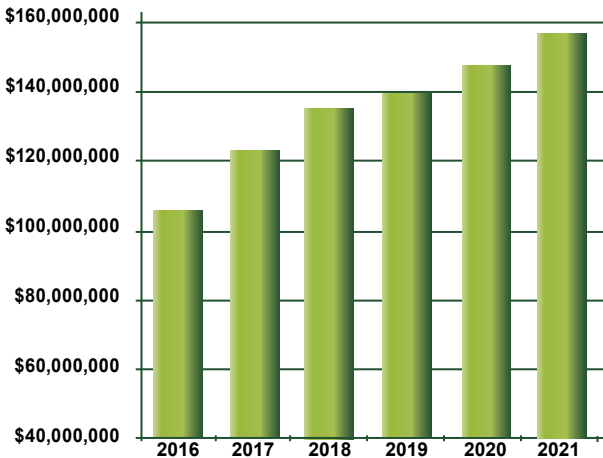
Total Assets



Total Shares



Total Loans



Leadership

2021 Board of Directors

Robert Lux	Chairman
Alan Byrd	Vice Chair
Bruce Sisk	Secretary/Treasurer
Jesse Searcy	Board Emeritus
Sharon Carter	Director
Stan Livingston	Director
Ralph Long	Director
Harry Hankla	Director

2021 Supervisory Committee

Sharon Carter	Chair
Lois Erickson	Vice Chair
Harry Hankla	Committee Member

2021 Executive Management

David Burnette	President/CEO
Robert Gordon	CFO
Steve Perkins	CLO
Jan Stapler	COO

Branch Locations

36 Tunnel Road, Asheville

127 West Parker Road, Morganton

710 New Leicester Hwy, Asheville

355 US Hwy 70 SW, Hickory

1871 Hendersonville Road, Asheville

34 Northcrest Road, Weaverville

1141 Smokey Park Highway, Candler

1452 7th Avenue East, Hendersonville

281 Asheville Highway, Brevard

141 Wilkesboro Road, Lenoir

198 Airport Road, Arden