

members
choice
credit union

CELEBRATING

85
YEARS

2025

ANNUAL REPORT

**Serving Members
Since 1941**



Chairman's Report

Since 1941, Members Choice Credit Union has grown from a small cooperative into a trusted financial partner for tens of thousands of individuals and families. This growth reflects a shared belief that when people pool their resources, trust, and hope for a better future, they create something stronger than anyone could achieve alone. Eighty-five years is more than an anniversary; it is a testament to what can happen when people choose to build something together.

The past five years have been among the most transformative in our history. In 2024, we expanded our charter to include Harris, Fort Bend, Montgomery, and Brazoria counties, opening the door for more people to access the benefits of cooperative banking. In 2025, we continued that momentum by welcoming Galveston, Chambers, Liberty, Waller, Austin, and Wharton counties into our field of membership. Each expansion represented more than geographic growth; it reflected a widening circle of opportunity, community impact, and our ability to serve more Texas families.

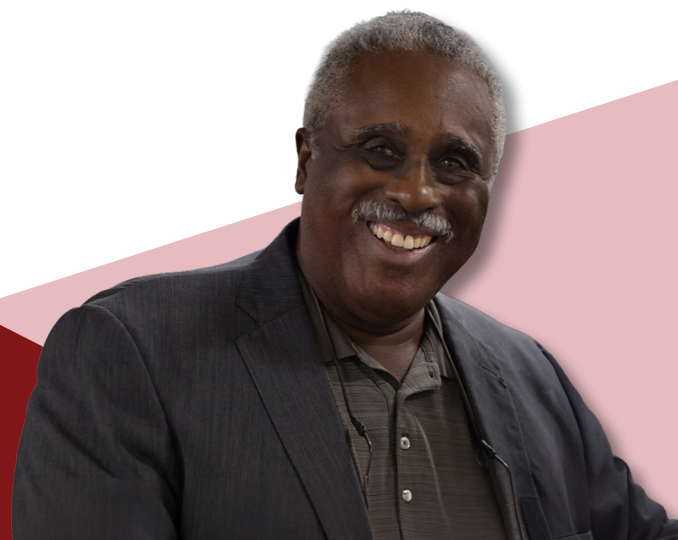
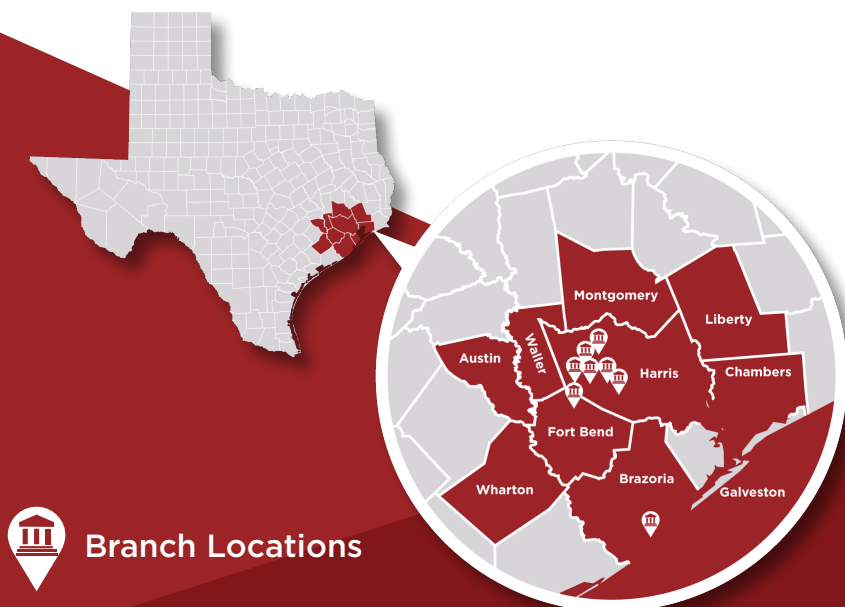
In 2026, we reached another important milestone with the opening of our first branch outside the greater Houston area in Lake Jackson, Texas. This new location, which opened on April 1, marks a meaningful step in our evolution. It demonstrates our commitment to serving members where they live and work, and our readiness to grow responsibly while remaining grounded in the cooperative principles that define us—supported by sound governance and strong management.

Through all of this growth, our purpose remains unchanged. As a credit union, our success is measured not by shareholder returns but by the financial well-being of our members. Every dollar we earn is reinvested into better rates, lower fees, and services designed to help people move forward. Many individuals are just one financial decision away from greater stability or new opportunity, and we are committed to providing the guidance, tools, and support that help turn those possibilities into reality.

Reaching 85 years reminds us that progress is built step by step and choice by choice. It is built by members who trust us with their goals, by employees who serve with dedication, and by communities that believe in the power of cooperation. As we look ahead, our focus remains on expanding access, deepening relationships, and ensuring that every member—new or longstanding—experiences the full value of belonging to a credit union.

Thank you for being part of this journey and for helping shape the next chapter of Members Choice Credit Union. Our history is long, and our future is full of promise.

Johnny Williams
Chairman of the Board



Performance Highlights

TOTAL ASSETS (\$ THOUSANDS)	TOTAL DEPOSITS (\$ THOUSANDS)	EQUITY CAPITAL/NET WORTH
2025 \$725,831	2025 \$555,364	2025 8.30%
2024 \$766,644	2024 \$585,980	2024 7.62%
2023 \$752,128	2023 \$589,733	2023 7.56%
2022 \$754,025	2022 \$607,642	2022 8.27%
2021 \$715,418	2021 \$640,584	2021 7.53%

Message from the Treasurer: Wilfred Krenek

At Members Choice Credit Union, maintaining financial strength while delivering value to our members remains our top priority. In 2025, our financial performance reflected disciplined management during a year marked by persistent inflation, elevated interest rates, and ongoing economic uncertainty—conditions felt by many households and businesses across the greater Houston region.

Supported by experienced partners such as ALM First and guided by vigilant internal oversight, we continued to apply prudent interest-rate risk management and capital planning. While the year reflected selective balance-sheet moderation amid a highly competitive deposit market, Members Choice ended 2025 with \$725.8 million in total assets and remained well-capitalized by regulatory standards. Our strong net worth position provides an important buffer against economic volatility and ensures we can continue lending, investing, and supporting our members through changing market conditions. This position underscores our commitment to protecting the long-term financial health of the credit union while remaining responsive to member needs.

Loan income totaled \$36.4 million, demonstrating continued member demand for auto, consumer, and real-estate lending despite higher borrowing costs. Investment income contributed \$4.2 million, supporting earnings and helping offset rising operational expenses. Throughout the year, we remained focused on delivering tangible value to members, returning \$7.2 million in dividends while maintaining a strong capital base.

Net income for 2025 was \$1.8 million, reflecting thoughtful asset allocation, disciplined expense management, and targeted investments in systems, staffing, and services that directly benefit our members. These results were achieved while preserving liquidity, managing credit risk, and maintaining capital strength in a challenging operating environment.

Thanks to careful planning, strong board and management governance, and the continued trust of our members, Members Choice Credit Union is well positioned to navigate changing economic conditions and support our communities for the long term. I am proud to serve as Treasurer and confident in our credit union's ability to balance sound financial stewardship with meaningful member impact.

Message from the Supervisory Committee Chair: Tonya Jordan

The Supervisory Committee plays a critical role in ensuring the integrity and accountability of Members Choice Credit Union's (MCCU) operations. In 2025, we upheld that commitment through strong oversight and a continued focus on internal controls, risk management, and governance.

Independent auditors from CliftonLarsonAllen LLP completed a thorough review of our financial records for the year ending December 31, 2025. Their report confirmed that MCCU's financial statements are accurate and compliant with Generally Accepted Accounting Principles (GAAP). In their opinion, the financial statements of the credit union present fairly, in all material respects, the financial position of the credit union as of December 31, 2025.

Additionally, federal and state examiners from the National Credit Union Administration (NCUA) and the Texas Credit Union Department (TCUD) completed comprehensive examinations, confirming the credit union's overall financial strength, sound operations, and effective management practices across all assessed categories.

Our confidence in MCCU's internal controls, governance, and commitment to serving members remains high. On behalf of the Supervisory Committee, I thank our members, Board of Directors, and leadership team for upholding the trust, transparency, and accountability that continue to guide Members Choice Credit Union.

Balance Sheet

As of December 31, (in thousands)

	2025	2024
ASSETS		
Net Loans	\$ 565,231	\$ 564,598
Cash & Cash Equivalents	28,602	59,237
Net Investments	95,979	105,221
Other Assets	36,019	37,588
TOTAL ASSETS	\$ 725,831	\$ 766,644
LIABILITIES, SHARES & EQUITY		
Total Liabilities	\$ 119,831	\$ 135,268
Total Shares & Deposits	555,364	585,980
Total Equity	50,636	45,396
TOTAL LIABILITIES, SHARES & EQUITY	\$ 725,831	\$ 766,644

Statement of Income

Year Ended December 31, (in thousands)

	2025	2024
Interest on Loans	\$ 36,373	\$ 34,357
Income from Investments	4,171	5,005
Fee & Other Operating Income	6,649	6,192
TOTAL GROSS INCOME	47,193	45,554
TOTAL OPERATING EXPENSE	33,275	32,356
INCOME FROM OPERATIONS	13,918	13,198
Less Provision for Loan Losses	4,876	4,939
Dividends Paid to Members	7,204	8,657
Non-Operating (Gains) Losses	14	(1,890)
NET INCOME	\$ 1,824	\$ 1,492