



2023 ANNUAL REPORT

COCA-COLA CREDIT UNION





CHEERS

to

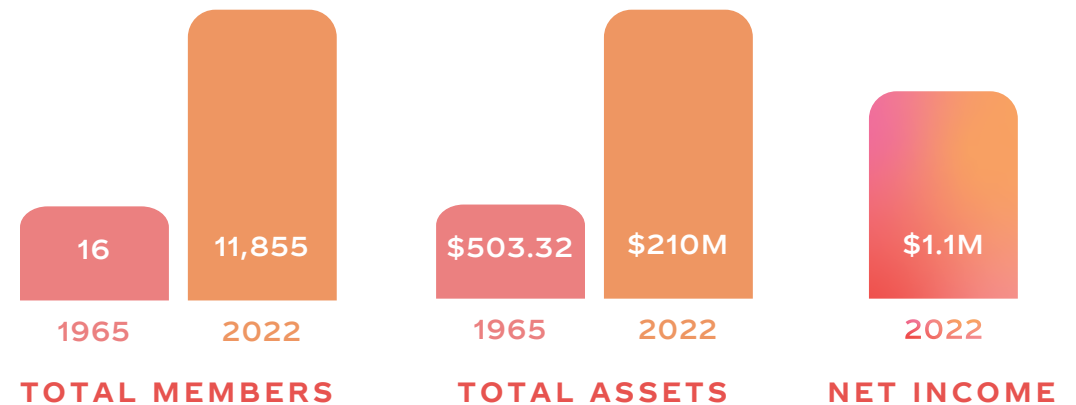
Growth

ABOUT COCA-COLA CREDIT UNION

Coca-Cola Credit Union is a full-service financial institution serving Coca-Cola employees, contract and contingent workers, eligible subsidiaries, nationwide bottlers, and their family members. Membership gives associates access to highly competitive savings & loan rates, plus powerful financial services that add up to a lifetime of savings.

On September 30, 1965, associates of The Coca-Cola Company originally chartered the Red Disk Federal Credit Union with the sole purpose of serving the savings and loans needs of the company's Atlanta-based employees. What started off as 16 members has now progressed into 11,000+ members in all 50 states with over \$210 million in assets...and growing!

Our staff remains focused on serving the needs of our members and keeping them at the center of everything we do. This annual report highlights Coca-Cola Credit Union's 2022 activities and financial results, as well as enhancements to the programs and services we provide.





PRESIDENT'S MESSAGE



Rob Hatefi,
President / CEO

The latest economic and market data from the National Credit Union Association, shows a road to recovery, with slow growth in Q1 through Q2 of 2023. The U.S. economy is poised for a comeback this year, albeit rather slowly.

Inflation slowed to 7.7% year over year (YoY), a good sign for 2023. Right now, 2023's inflation rate is forecasted at 4%. The supply side of the economy is working out issues in the supply chain, leading to a slowdown in inflation. The inflation rate will likely be high in Q1 & Q2 of 2023 but taper down as demand cools and supply ramps up. U.S. mortgage rates for a 30-year fixed rate sits at 7.0% today, up dramatically from a low of 2.6% in December 2020. Thankfully, with a drop in the 10-year treasury interest rate, mortgage rates fell slightly. The expectation is that mortgage rates will hover around 6% in 2023. If there is a recession in 2023, it's predicted to hit in Q2 or Q3. There will likely be a bounce back by Q4 of 2023. Good news for Credit Unions is that "Members' healthy financial conditions are one of the most important reasons why, if indeed there is a recession this year, its impact on credit unions will be much less severe." – Ligia Vado (CUNA)

The biggest concern for credit unions is a liquidity shortage, meaning deposit growth is weaker while loan growth is

strong. Credit union loan growth has set record amounts in 2022, (17-18%). Credit unions had to lend-out more money for each loan but were not receiving deposits to balance this out. Credit unions need deposit dollars to make loans, and so far, they're not seeing any deposit growth.

Coca-Cola Credit Union is very stable, solid, and sound. In fact, we were just awarded the coveted 5-star rating from BauerFinancial! BauerFinancial* has been evaluating and rating financial institutions since 1983. We are proud to have received a 5-star rating, indicating that Coca-Cola Credit Union is among the strongest credit unions in the nation, excelling in the areas of loan quality, capital, and profitability.

Federally insured credit unions offer a safe place for consumers to save money. These deposits are protected by the National Credit Union Share Insurance Fund and insured up to at least \$250,000 per individual depositor. Since credit unions are heavily regulated and required to remain in compliance with strict soundness standards, members can be confident that their accounts are protected. We've been proudly serving employees of the Coca-Cola Company since 1965. Because we are not-for-profit, we can make balanced decisions over time without taking unnecessary business risks. Because of this long-term mindset, when times get tough, we can expand our reach to the groups we serve rather than retract.

Our Credit Union experienced another successful and challenging year in 2022. As of year-end 2022, the credit union met and exceeded many of the key performance indicators. Capital grew to over 11.72%, asset quality

continues to be excellent with loan delinquencies and charge-offs at .32% and .19% respectively. Return on assets of .54% or \$1,122,515; loan to share ratio of 89.65%. Share and loan growth slightly underperformed to goals set, while member growth was level for the year. Assets remained the same at \$210M.

As I stated last year, your money is more than a series of transactions—it's an investment in a relationship and ownership at Coca-Cola Credit Union. It's not only our scope of financial services that distinguishes us, but it's the delivery of those services. That's where we shine.

We offer convenience. Refreshing financial solutions is more than a tagline for us. We make certain our services are available where and when you need them. Our mobile banking app and remote deposit technologies add convenience and time to your busy day. Our thousands of financial centers are conveniently located throughout the US. Our ATM network offers over 30,000 surcharge-free ATMs, covering all 50 states + 10 countries – an ATM network that's larger than almost any bank's – backed by unparalleled branding, experience, and support. We make it easy to bank with us.

Thank you for your support, partnership, and business.

Rob Hatefi



CHAIRMAN'S MESSAGE



Robin Moore
Board Chairman

My focus in this letter is to provide highlights regarding the health of your credit union. First and foremost, the credit union is financially well positioned.

Let me reflect on several key takeaways from fiscal year 2022:

Our Net Worth Ratio is 11.72% (capital divided by assets). The higher the ratio, the more capital the credit union has to navigate challenging times. A ratio of 7% is considered well capitalized by the National Credit Union Administration (NCUA), the regulatory body that governs credit unions. We continue to manage delinquencies to low levels through sound lending practices.

The NCUA regularly audits and rates the credit union with respect to capital adequacy, asset quality, earnings, liquidity and quality of management. Our score reflects the NCUA's confidence in the way we run our credit union. We've delivered ongoing digital features for how you conduct your banking needs and for how you interact with us.

HERE ARE A FEW EXAMPLES:

- Introduction of Zelle
- Installed (2) new ATM's at the Atlanta Office Complex
- Added dedicated fraud prevention resources for debit, credit and ACH payments
- Refreshed our Digital Banking Platform with a new Online & Mobile features

Providing financial solutions that make life easier for our members while ensuring sound banking practices is our top priority. We will continue to focus on running a sound credit union, serving you better, becoming more efficient and keeping your information and money safe from cyber-attacks and fraud.

Please contact anyone on the staff or board with feedback or ideas for improving the credit union.

Thanks for being a member.

Robin Moore



SUPERVISORY COMMITTEE REPORT

THE SUPERVISORY COMMITTEE HAS TWO PRIMARY RESPONSIBILITIES:

1 To ensure that the financial statements accurately and fairly present the financial condition of the Credit Union

2 To ensure that management practices and procedures safeguard the members' assets.

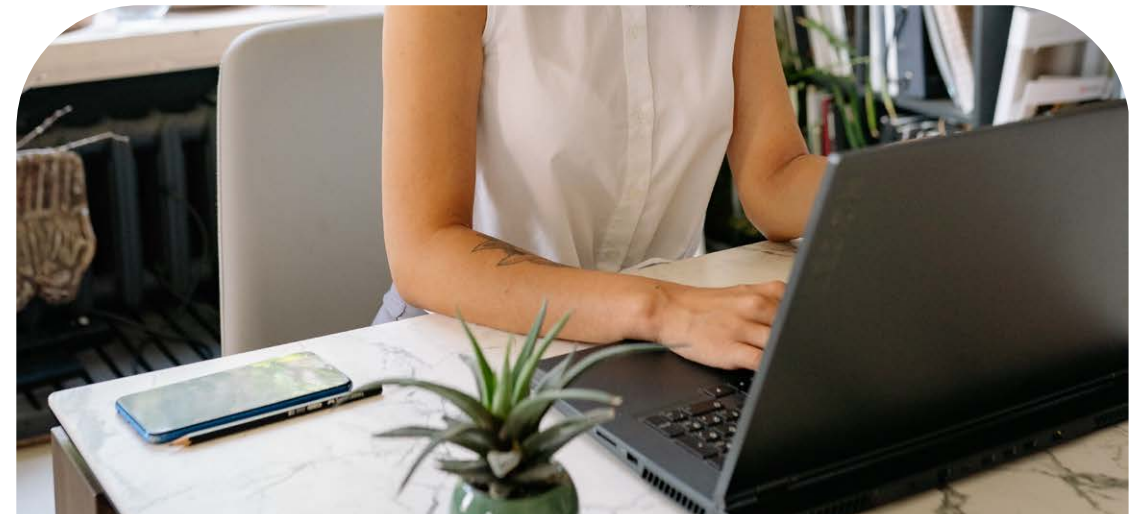
MAINTAINING THE SECURITY & STABILITY OF COCA-COLA CREDIT UNION

As part of exercising its responsibilities, the Supervisory Committee coordinates the annual independent audit as well as periodic regulatory audits.

The Credit Union engaged Nearman, Maynard, Vallez, CPAs, P.A to perform the annual audit for the year ending; December 31, 2022. The audit was performed in accordance with the requirements of the National Credit Union Administration, the federal regulatory agency, as well as the rules of the Georgia Department of Banking and Finance.

The results of the annual audit by Nearman found that (i) internal controls were established and effectively maintained to achieve the Credit Union's financial reporting objectives; (ii) the Credit Union's accounting records and financial reports are promptly prepared and accurately reflect the operations and results; and (iii) the relevant plans, policies and procedures established by the Board of directors are properly administered.

In addition to coordinating the annual audit, the Supervisory Committee plays an integral role in responding to the National Credit Union Administration's (NCUA) examinations. NCUA's examinations focus on the safety and soundness of the Credit Union's operations and its financial stability.



Billy Kane

William "Billy" Kane
Supervisory Committee Chairman



2022 SNAPSHOT



\$159M total loans



\$210M
total assets



9,274 online & mobile
banking users



members swiped
their debit cards **920,267** times



10,736 members have
gone paperless



11,855 MEMBERS



SETTING THE STANDARD WITH A 5-STAR RATING

Coca-Cola Credit Union rang in 2023 with a coveted 5-star rating from BauerFinancial! BauerFinancial* has been evaluating and rating financial institutions since 1983, and we're proud to receive the highest 5-star rating awarded to credit unions nationwide. A 5-star rating indicates that Coca-Cola Credit Union is among the strongest credit unions in the nation, excelling in the areas of loan quality, capital and profitability.

Coca-Cola Credit Union's 5-star rating is made possible by our staff's dedication to members, commitment to innovation, and promise to provide refreshing financial solutions through every stage of life.

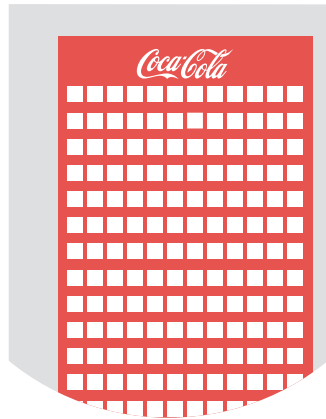


*BauerFinancial, INC., the nation's leading independent bank and credit union rating and research firm, has been reporting on and analyzing the performance of U.S. banks and credit unions since 1983. Financial data is compiled for credit unions as reported to the National Credit Union Administration (NCUA). Star ratings classify each credit union based upon a complex formula which factors in relevant data including, but not limited to: capital, historical trends, loan delinquencies, profitability, reserves, asset quality and more. No institution can pay for or opt out of a Bauer Financial rating. Consumers may obtain free star-ratings by visiting www.bauerfinancial.com.



2022 HIGHLIGHTS

INSTALLED 2 NEW ATMS AT THE ATLANTA OFFICE COMPLEX



IN AN EFFORT TO EXPAND OUR REACH ACROSS THE COCA-COLA COMPANY, WE PARTNERED WITH THE GLOBAL MOBILITY TEAM TO...

Provide membership for international & short/long-term assignment associates

Become a preferred mortgage lender for those Coca-Cola associates relocating domestically



INTRODUCED ZELLE AS A WAY FOR MEMBERS TO QUICKLY SEND AND RECEIVE MONEY



ADDED DEDICATED FRAUD PREVENTION RESOURCES FOR DEBIT, CREDIT & ACH PAYMENTS



STATEMENT OF INCOME & EXPENSES

EARNINGS (in Millions)	2022	2021	2020
Operating Income	\$ 7.7	\$ 7.5	\$ 8.3
Provision for Loan Losses	\$ 0.3	\$ 0.2	\$ 0.2
Operating Expenses	\$ 5.9	\$ 5.8	\$ 5.9
Dividend Expense	\$ 0.4	\$ 0.4	\$ 0.5
Net Income from Operations	\$ 1.1	\$ 1.1	\$ 1.7
Non-Operating Gains / Losses	\$ 0.0	\$ 0.2	\$ 0.2
Net Income	\$ 1.1	\$ 1.3	\$ 1.9



STATEMENT OF FINANCIAL CONDITION

(in Millions)	2022	2021	2020
Total Loans	\$ 158.6	\$ 160.0	\$ 149.9
Total Investments	\$ 37.2	\$ 39.7	\$ 41.0
Total Assets	\$ 209.9	\$ 208.5	\$ 222.2
Total Shares	\$ 176.9	\$ 181.8	\$ 198.5
Total Equity	\$ 18.4	\$ 22.7	\$ 22.8
Net Worth Ratio	11.7 %	11.3 %	9.9 %
Loan to Share Ratio	89.7 %	88.0 %	75.5 %



WHAT OUR MEMBERS ARE SAYING

“

I wanted to write and let you know how much I appreciated working with Rhaeven. My client is hard of hearing and often challenged with paper work. Rhaeven handled our whole situation with ease...she made a difficult process easy, and is a wonderful representative for the Coca-Cola Credit Union.

”

“

Just writing to thank you for all the assistance you provided me during my automobile search. I have had only positive experiences in my financial dealings with the Coca-Cola Credit Union.... I'm very excited and look forward to picking up my car soon!

”

“

I just wanted to thank your team for the amazing support they've provided this week for my car loan, car/renters insurance, and credit card. For a newcomer like me, their support was essential to have a clear understanding of options, requirements and steps, and get things done.

”

“

I want to say thank you to the wonderful team at Coca-Cola Credit Union that helped us to purchase our newest vehicle! Their customer service was amazing and they made the entire process smooth and comfortable. My family and I are truly grateful for everyone on the team.

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INSURED BY NCUA | AN EQUAL HOUSING LENDER