1st Cooperative
Federal Credit Union

808 Knox Abbott Drive
Cayce, SC 29033
(803) 796-0234 office
(803) 926-3177 fax

Hours of Operation
Monday – Friday 8:30 a.m. to 5:00 p.m.

Board of Directors
David Felkel, Chairman
Mark Connor, Vice Chairman
Judy Weaver, Treasurer
Stan Williamson, Secretary
Theresa Crepes
Shirley Huff
Linda Wright

Supervisory Committee
Betty Welsh, Chair
Tony Fogg
David Collins

Staff
Mike Couick, President
Jo Ann Burnside, Executive Vice President/
Chief Operating Officer
Rosalyn Glenn, Assistant Manager
Gloria Rogozinski, Loan Officer
Angie Nieman, Member Service Representative

Savings Products
Share Accounts
Kid's Club Account
Teen Savers Account
Holiday Helper Account
Certificates of Deposit

Checking Products
1st Choice Checking
1st Freedom Checking

Loan Products
Personal Loans
Share Secured Loans
New & Used Auto Loans
New & Used Boat/Recreational Vehicle Loans
New & Used Farm Equipment Loans
Personal Lines of Credit Loans
Home Equity Loans

Other Services
ACH & Payroll Deduction
Budget & Credit Counseling
Credit Life & Disability Insurance
Mortgage Referral Service
Notary
Online Account Accessibility
Shared Branching
Share Insurance
Wire Services

Vision

1st Cooperative Federal Credit Union will provide the highest level of personal financial service while employing sound money management practices that will guarantee the continued growth of the Credit Union. We will be the primary savings institution for our members as we educate them on the wise use of capital and credit. We will be a catalyst in promoting financial stability for our membership, which will result in the sustainability of the Credit Union.

Mission

We will enhance the lives of our members by providing high quality financial services that aid in the achievement of their financial objectives while encouraging sound money management practices.

Minutes of the 2007 Annual Meeting

The Annual Meeting of 1st Cooperative Federal Credit Union was called to order by Mr. David Felkel, Vice-Chairman, at 6:00 P.M., Tuesday, March 27, 2007, at the Statewide Office.

The invocation was given by Mr. Tom Collier from Santee Electric Cooperative, Inc.

The minutes of the 2006 Annual Meeting were approved.

Mr. David Felkel welcomed the members to the Annual Meeting and thanked them for taking the time to participate. Mr. Felkel noted that there were 16 Cooperatives represented at the meeting for a total of 132 present.

The Treasurer's report was given by Mrs. Judy Weaver. For the year ending December 31, 2006, the credit union had assets of $12,060,594 with a net income of $125,461. Dividends for the year were $288,288. Share balances amounted to $10,223,999. This report was accepted as information.

Mrs. Theresa Crepes gave the Supervisory Committee report. Mrs. Crepes reported Cantey, Tiller, Pierce & Associates; LLP performed an audit for the period January 31, 2006 thru December 31, 2006. The examination was not made to express an opinion on the financial matters of the credit union but to determine that the books and accounts fairly represented the condition of the credit union. No major areas of concern were noted.

Mr. Felkel thanked Mrs. Theresa Crepes and other members of the Supervisory Committee. The Committee reviews all audit reports and presents the reports to the Board of Directors. They do a very good job and Mr. Felkel expressed appreciation for what they do throughout the year.

Mr. Felkel asked if there was any new business to come before the annual meeting.

The nominating committee appointed by Mr. David E. Felkel was Vicky Melvin from Fairfield Electric Cooperative, Barry Glover from Aiken Electric Cooperative and Janice Avant from Coastal Electric Cooperative. Vicky Melvin presented the Nominating Committee Report. The nominations for this year are Mark Connor from Fairfield Electric Cooperative and Theresa Crepes from Mid-Carolina Electric Cooperative to replace Mike Thomas. Mr. Connor and Mrs. Crepes were nominated to the Board of Directors for a three-year-term. Since there were no nominations from the floor, they were accepted by acclamation.
Mr. Felkel recognized Mr. Mike Thomas from Palmetto Electric Cooperative for his outstanding service to the credit union. Mr. Thomas served on the Credit Committee for 9 years and the Board of Directors for 14 years. Mr. Felkel presented Mr. Thomas with a plaque from the credit union.

Mr. Felkel recognized the credit union staff.

Mr. Felkel introduced the Board of Directors.

At this time, Mr. David Felkel, Mr. Mark Connor, and Mr. Stan Williamson along with the help of Blake White conducted the door prize drawings.

With no further business to come before the members, the Annual Meeting was adjourned.

Respectfully Submitted,

Stan Williamson
Secretary

1st Cooperative
Federal Credit Union

ANNUAL REPORT 2007

MESSAGE FROM THE CHAIRMAN OF THE BOARD

1st Cooperative Federal Credit Union experienced another very successful year in 2007. The Board of Directors and staff join me in extending our appreciation to each of you who have embraced and supported the Credit Union.

During 2007, we maintained our steady growth in the midst of challenging economic times. We continued to offer products and services that met the needs of the membership while ensuring the Credit Union sustained its sound financial position. We expanded access to the Credit Union by becoming a part of the CU Services Shared Branching network. We also refocused our energy on encouraging our young members to establish healthy savings habits. We enhanced our Kid's Club Account and launched our Teen Savers Account. You made this effort successful by opening accounts for your children and grandchildren. Further, in recognition of the financial challenges that many of our members and potential members have begun to face, we hired additional staff to offer services that will help meet those challenges. We assure you that all we do as the Board of Directors is done with you in mind. We exist because of you and welcome the opportunity to serve on your behalf.

2008 will provide some different challenges for all of us. The condition of the economy overall will dictate that we as individuals become more financially responsible in order to ensure that we continue to achieve the American dream. In anticipation of that, we will offer two new programs that will help our members achieve and maintain financial stability. The Budget & Credit Counseling Program will offer the opportunity for our members to establish a budget, clear up and manage credit reports, and obtain education to make more informed financial decisions. The Risked Based Lending Program will allow the Credit Union to better manage the risk involved when lending money and make it possible for us to help more of our members. Both of these programs will aid our members in achieving and maintaining financial stability.

As always, our focus is on you our members as we work to ensure the longevity of the Credit Union. As owners of the Credit Union, you have a stake in all that we do. We appreciate your feedback and want to hear from you regarding how we can continue to meet your needs.

On behalf of the Board of Directors, I extend a heartfelt thank you to the 1st Cooperative membership for the privilege to serve you and I wish you much success; particularly in your financial matters.

Respectfully Submitted,

David Felkel
Chairman

STATEMENT OF FINANCIAL CONDITION

Assets

Total Loans	$10,107,439
Loan Loss Allowance	($35,812)
Cash & Investments	$2,129,742
NCUSIF	$89,721
Furniture & Equipment	$50,276
All Other Assets	$40,502
Total Assets	$12,381,868

Liabilities

Accounts Payable	$3,437
Dividends Payable	$78,660
All Other Liabilities	$3,344
Total Liabilities	$85,441

Equity

Member Shares	$10,414,854
Regular Reserves	$278,854
Undivided Earnings	$1,602,719
Total Equity	$12,296,427
Total Liabilities & Equity	$12,381,868

STATEMENT OF INCOME & EXPENSES

Income

Interest on Loans	$626,011
Interest Rebate	($30,037)
Investment Income	$109,457
Fee Income	$24,618
Other Income	$28,121
Total Income	$758,170

Expenses

Sponsor Reimbursement	$120,024
Travel & Conference	$6,339
Office Operations	$39,985
Educational & Promotional	$8,174
Loan Servicing	$8,136
Professional Outside Services	$87,597
Loan Loss Provision	$5,842
Insurance Expense	$42,597
Dividend Expense	$309,033
All other Expenses	$4,329
Total Expenses	$632,056
Net Income	$126,114

Treasurer's Report

1st Cooperative Federal Credit Union experienced another financially successful year in 2007. We continued our trend of maximizing the safety and rate of return on all member deposits, while maintaining reasonable fees and charges to our members. The Credit Union paid out $309,033 in dividends to members while increasing the total retained earnings to $1,881,572. We are now capitalized at 15.20%. Our loans grew 5.03%, our assets strengthened by 2.66%, and our member deposits increased by 1.87%. We made 801 loans totaling $5,337,100 and our overall membership increased by 84 members.

As we look ahead to 2008 and beyond, we will continue to place member satisfaction, safety of assets, and high rates of return as three of our critical measures of success. Our goal will be to grow the Credit Union by tapping into our potential membership source and increasing membership. We will offer financial services and products that are competitive and fair to our members. These services and products will help ensure the financial well being of all our members in particular and ultimately the Credit Union.

Thank you for the trust and confidence you place in the Board of Directors throughout the year. We will continue to work on your behalf to ensure the safety and soundness of your Credit Union.

Respectfully Submitted,

Judy Weaver
Treasurer

1st Cooperative Federal Credit Union

2008 annual meeting

ORDER OF BUSINESS

WELCOME

INVOCATION

MINUTES OF LAST MEETING

ROLL CALL

REPORT OF TREASURER

REPORT OF SUPERVISORY COMMITTEE

REPORT OF DIRECTORS

NEW BUSINESS

REPORT OF NOMINATING COMMITTEE

ELECTIONS

DOOR PRIZE DRAWINGS

Supervisory Committee

The year of 2007 was another year of financial and regulatory success for 1st Cooperative Federal Credit Union. 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.

Cantey, Tiller, Pierce & Green, LLP, a certified accounting firm, conducted an audit in accordance with attestation standards established by the American Institute of Certified Public Accountants for the period ending December 2007. At the conclusion of the audit, the accountants determined that the books and accounts fairly represented the condition of the Credit Union and no major areas of concern were noted.

In addition, Palmetto Cooperative Services, Inc. conducted several internal audit reviews to include the following:

- Test of Closed Member Accounts
- Test of Activated Dormant Accounts
- Review of File Maintenance
- Counts of Currency and Coin
- Review of Employee and Official Accounts
- Review of Member Insurance Claims
- Loan Reviews
- Review of Expenses
- 100% Verification of Accounts

Again no major exceptions were noted and they determined that policies and procedures were being carried out as written.

Finally, the National Credit Union Administration conducted a risk focused examination. No significant concerns were noted and the Credit Union received a CAMEL rating on one. The examiner noted that overall the Credit Union continued to do very well with high earnings, low delinquency and charge off ratings and a strong net worth.

On behalf of the Supervisory Committee, 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.

Respectfully Submitted,

Betty Welsh
Chair