



**2010 ANNUAL REPORT
LIGHT COMMERCE
CREDIT UNION**

CREATING A FINANCIAL LEGACY FOR THE NEXT GENERATION

CHAIRMAN'S REPORT

Welcome to the Light Commerce Credit Union's 2010 Annual Meeting. We are pleased to present our financial highlights and share information with you about this faith based organization of which we are so Godly proud.

The total assets of Light Commerce Credit Union were over \$2M by the end of the year. Growth in deposits was 12.8% and loans increased by 17.1%. This growth was important because it helped LCCU continue to offer products and services to you.

The management team has either met or exceeded our operational and budgetary goals for 2010. The management team is conservative and is going to move on the side of caution as well as safety and soundness when looking to expand services. We continue to take a "building block" approach to the expansion of our operations, products, and services. This effort is focused on attempting to keep the cost of products at a reasonable price. Our primary goal is to give our members access to their funds and to stimulate sound member knowledge of saving and borrowing activities.

PRESIDENT'S REPORT

Light Commerce finished strong in 2010. Our goal is to be your primary financial provider by offering competitive rates on automobiles, computer and signature loans plus free or low cost checking accounts. We make accessing your accounts easy with cyber banking, more than 4,000 shared branches nationwide, visa debit cards, paycheck direct deposit and much more. In addition, we added ATMs at our North and South campuses. Our intent is to add ATMs to other church locations in the future.

In April, 2011, we added an ARU (Audio Response Unit) which allows telephone banking. Through this service, members have 24/7/365 access to their account via telephone. All you need is a touchtone phone, your account number and a Personal Identification Number (PIN) to bank by phone from home, work or anywhere. You can access account balances, transfer funds, make loan payments and much more! Call 1-877-442-5947 today.

We encourage members to give us a call when purchasing or refinancing a home. LCCU works with an experienced broker who offers a variety of fixed and adjustable-rate loans.

We would like to take this opportunity to thank you for entrusting us with the responsibility of handling something of such great importance, your financial affairs.

We look forward to serving you in 2011 and beyond.

STATEMENT OF OPERATIONS

In Actual Dollars as of December 31, 2010

TOTAL INCOME

Investment Income	\$	812
Loans to Members	\$	144,400
Miscellaneous Income	\$	79,690
Total Income	\$	224,902

TOTAL DISTRIBUTION OF INCOME

Operating Expenses	\$	131,840
Loan Loss Provision	\$	17,807
Member Dividends	\$	16,035
Total Expenses	\$	165,682
Add:		
Other Non-Operating Expense	\$	3,925
Net Expenses	\$	-\$169,607
Net Income	\$	55,295

FINANCIAL CONDITION

ASSETS

Cash on Hand and In Bank	\$	286,944
Investments	\$	119,288
NCUA Share Deposit Insurance	\$	18,695
Accrued Interest on Loans	\$	8,781
Loans to Members	\$	1,904,685
Less: Allowance for Loan Loss	\$	-15,329
Total Assets	\$	2,323,064

LIABILITIES

Total Liabilities	\$	1,601
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EQUITY

Member Shares	\$	2,108,424
Capital	\$	213,039
Total Equity	\$	2,321,463
Total Liabilities and Equity	\$	2,323,064

Supervisory Committee's Report

The Supervisory Committee of Light Commerce Credit Union consists of three LCCU members who serve as volunteers. The role of the committee is to ensure that LCCU operates within the regulations that govern credit unions and that it adheres to its established policies.

The independent external audit is performed by Credit Union Resources, Inc. each year. The Texas Credit Union Department conducts our regulatory examination.

The Capital Ratio for 2010 was 9.17% compared to 7.78% in 2009. This ratio is the key indicator of a credit union's financial strength. It includes a credit union's total equity, excluding money set aside for losses (called the "allowance for loan loss") divided by total assets. The standard for a well-capitalized credit union is 7.0 % percent as set by the National Credit Union Administration, the U. S. government agency that regulates credit union management and operations.

Based on the results of the internal reviews and external audits for the year of 2010, the committee concludes that Light Commerce Credit Union has adequate internal controls and is financially sound.

James Forge Chairman

**BOARD OF DIRECTORS AND THEIR
TERM EXPIRATION DATES**

DR. IRA VAN HILLIARD, CHAIRMAN, (5/2014)

DR. BRIDGET E. HILLIARD,
VICE-CHAIRMAN, (5/2014)

MALACHI S. JOHNSON, SECRETARY, (5/2012)

HARLENE B. JOHNSON, TREASURER, (5/2013)

IRISHEA HILLIARD, BOARD MEMBER, (5/2012)

SUPERVISORY COMMITTEE

JAMES FORGE, CHAIRMAN

DEBORAH FORGE, COMMITTEE MEMBER

PHILIP GIVENS, COMMITTEE MEMBER

LOAN COMMITTEE

WANDA WOLFE, CHAIRMAN

LIGHT COMMERCE CREDIT UNION

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