NCUA

ROCKET CITY FEDERAL CREDIT UNION

Financial Statements (Snapshot)

COMPARATIVE BALANCE SHEET

ASSETS	12/31/25	12/31/24	Increase (Decrease)	Percent Change
Loans	$31,868,272.66	$30,991,872.05	$876,400.61	3%
Allowance for Loan Losses	(158,786.92)	(111,429.79)	(47,357.13)	42%
Cash	500,641.25	597,386.04	(96,744.79)	-16%
Investments	29,441,932.71	29,221,403.94	220,528.77	1%
Accounts Receivable	2,633.45	2,384.24	249.21	10%
Prepaid and Deferred Expense	100,045.09	79,978.54	20,066.55	25%
Fixed Assets	2,233,178.78	2,301,755.78	(68,577.00)	-3%
Other Assets	1,153,919.46	1,041,882.64	112,036.82	11%
NCUSIF Deposit	536,192.20	541,669.28	(5,477.08)	-1%
Total Assets	$65,678,028.68	$64,666,902.72	$1,011,125.96	2%

LIABILITIES AND CAPITAL	12/31/25	12/31/24	Increase (Decrease)	Percent Change
Other Liabilities	(61,347.17)	888,466.42	(949,813.59)	-107%
Shares	54,801,488.79	53,953,982.30	847,506.49	2%
Other Comprehensive Income	(480,488.96)	(736,297.04)	255,808.08	-35%
Regular Reserves	1,353,276.36	1,353,276.36	0.00	0%
Undivided Earnings	10,039,291.11	9,111,818.97	927,472.14	10%
Net Income	25,808.55	95,655.71	(69,847.16)	-73%
Total Liabilities & Capital	$65,678,028.68	$64,666,902.72	$1,011,125.96	2%
	$0.00	$0.00	($0.00)	

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

	01/01/25 to 12/31/25	01/01/24 to 12/31/24	Increase (Decrease)	Percent Change
OPERATING INCOME				
Interest on Loans	$2,067,518.99	$1,955,754.38	111,764.61	6%
Income from Investments	1,205,632.92	1,096,285.31	109,347.61	10%
Other Operating Income	900,378.11	917,723.43	(17,345.32)	-2%
Total Operating Income	4,173,530.02	3,969,763.12	203,766.90	5%
OPERATING EXPENSE				
Employee Compensation & Benefits	1,043,496.13	1,000,149.80	43,346.33	4%
Association Dues	16,759.49	17,979.46	(1,219.97)	-7%
Office Occupancy & Operations	729,564.10	692,848.40	36,715.70	5%
Loan Servicing	214,876.55	197,523.93	17,352.62	9%
Professional and Outside Services	286,414.73	203,422.09	82,992.64	41%
Member' Insurance	12,096.59	12,336.14	(239.55)	-2%
Provision for Loan Loss	244,148.86	241,631.00	2,517.86	1%
Other Expenses	303,104.70	242,229.38	60,875.32	25%
Total Operating Expense	2,850,461.15	2,608,120.20	242,340.95	9%
Net Income Before Dividends	1,323,068.87	1,361,642.92	(38,574.05)	-3%
Non-Operating Income		0.00	0.00	0%
Cost of Funds	465,443.89	322,752.72	142,691.17	44%
Net Income	$857,624.98	$1,038,890.20	($181,265.22)	-17%

ROCKET CITY
FEDERAL CREDIT UNION

2025 Annual Report

The 72nd Annual Membership Meeting

For the period ending December 31, 2025

— Members Helping Members Since 1954 —

Board of Directors

Chairman .... Gary Sparks
Vice-Chairman .... Larry Smith
Secretary/Treasurer .. Corey Robinson
Director .... Wallace Dorning*
Director .... Ron McLeroy
Director .... Lesley Easter
Director .... Tenya Green
Director .... Brett Reynolds*
Director .... Mark Clouser*

Supervisory Committee

Committee Chairman .... Jim Smith
Committee Secretary .... Janis Swaim
Committee Member .... Jane Brewer

President/CEO

Stephanie Moore

* Incumbent directors whose terms of office expire with this meeting and who have chosen to seek re-election

2200 Clinton Avenue
Huntsville, AL 35805
(256) 533-0541
www.rocketcityfcu.org

Rocket City Federal Credit Union 72nd Annual Membership Meeting Agenda

Call to Order .... Gary Sparks
Invocation .... Larry Smith
Ascertain a Quorum Present .... Corey Robinson
Minutes of Previous Meeting .... Corey Robinson
Chairman's Report .... Gary Sparks
President/CEO's Report .... Stephanie Moore
Supervisory Committee Report .... Jim Smith
Nominating Committee .... Cathy McCord
Old Business
New Business
Adjournment

Minutes of the 71st Annual Membership Meeting Held March 17, 2025

The meeting was called to order by the Board Chairman, Gary Sparks at the Jaycee's Building at 7:00 pm on March 17, 2025.

The following Board directors were present: Gary Sparks, Larry Smith, Corey Robinson, Wallace Dorning, Ron McLeroy, Lesley Easter, Tenya Green, Brett Reyolds, Mark Clouser.

The following Supervisory Committee members were present in person: Jim Smith, Janis Swaim, Jane Brewer

Others present included: Stephanie Moore, Credit Union President/CEO

cont. on next page

Minutes of the 71st Annual Membership Meeting (cont.)

Boy Scout Troop 364 led the pledge of allegiance.

Larry Smith gave the invocation.

Board Chairman Gary Sparks asked Corey Robinson, Board Secretary/ Treasurer, to ascertain that a quorum was present. The by-laws require a minimum of 15 members be present to constitute a quorum. Secretary/ Treasurer Robinson advised the Board Chairman that a quorum was present.

- Motion was made by Larry Smith and seconded by Corey Robinson to dispense with the reading of the minutes from the previous meeting and to approve as presented. Motion carried unanimously.

Board Chairman Gary Sparks recognized Wallace Dorning for his years of service as Board Chairman and presented him with a plaque for his time in that role.

Board Chairman Gary Sparks presented the Board Chairman's report.

President/CEO Stephanie Moore presented the President's report.

Supervisory Committee Chairman Jim Smith presented the Supervisory Committee Report.

Board Chairman Gary Sparks asked Cathy McCord, of the nominating committee, to address the membership. The nomination committee consisted of Cathy McCord, Anita Dillaha, and Jennifer Vandiver. Cathy McCord reported three (3) openings existed on the Board of Directors. All were for the existing term expirations of Directors Gary Sparks, Lesley Easter, and Corey Robinson. Mrs. McCord further advised that there had been no qualified members that submitted petitions to be considered for the Board of Directors.

With no qualified members petitioning for the open positions and no nominations from the membership, Directors Gary Sparks, Lesley Easter and Corey Robinson were elected to the Board of Directors through acclamation.

There was no old business to discuss.

New Business

Board Vice Chairman Larry Smith recognized Representative Rex Reynolds for his support in the Alabama State Legislature regarding credit unions in the State of Alabama.

Door prizes were drawn from everyone registered for the meeting. Winners were as follows:

- Grand Prize winner of 65" Samsung TV was Gloria Smith.

- Grand Prize winner of $500.00 was Clifford Miller.

- Eight $100.00 cash prizes won by Collen Appel, Margaret Clouser, Ashlie Cothren, Sandra Miller, Pearlean Myhand, Don Norris, Casheeta Wade, Deloris Whitman.

- Five $50.00 cash prizes won by Peggy Beach, Vicky Fowler, Karey Hass, Rebecca Hopkins, Ron McLeroy.

- Ten $25.00 cash prizes won by Sylvia Battle, Joe Berry, Pat Crumrine, Heath Cothren, Anita Dillaha, Kellye Eaton, Sandy Ekstrom, Martin Harris, Crystal Pendergrass, Melvin Whitman.

- Motion was made by Larry Smith and seconded by Corey Robinson to adjourn the meeting.

Motion carried unanimously.

The meeting was adjourned at 7:35pm.

There were 94 members registered in attendance at this meeting.

President/CEO's Report

Stephanie Moore, CEO

Thank you for attending the 72nd Annual Membership Meeting of Rocket City Federal Credit Union. We appreciate each of you in attendance. This year we are celebrating 72 years of serving the members of this community and we thank you for your dedication and loyalty. Let's take a moment and welcome our newest team members who became a part of our teller frontline in 2025 and 2026, Caleb and Lexi. We have an awesome teller frontline and member service representatives available to assist you in your personal banking needs. Our Loan Manager, Ava, and our newest Loan Officer, Mya, continue to work hard to ensure you receive the best rates in the market and what's most suitable for your financial outlook. Our Executive Team, Cindy Nazario and Leslie Stone, continue to provide countless years of knowledge, hard work and dependability to ensure daily operations are safeguarded and the credit union's financial outlook is sound.

Last year, Executive Team members and Board Members attended multiple conferences to obtain information on what services we can provide to our members to streamline their personal banking needs and ways to meet your expectations for faster service and readily availability of your funds. We heard the messages in the industry and we will deliver. Our members requested the opportunity to receive their payroll checks a day or two early and we made it happen. Coming this spring, you will have the ability to tap your credit cards for purchase with contactless cards; which will be available when your current card expires. Additional services coming this spring include extended warranty for your automotive and powersport vehicles. And finally, you will be able to transfer funds from your Rocket City Account to another financial institution (including banks) right at your fingertips. We are streamlining the process to allow you to have more access to your funds with ease. Furthermore, we want to hear from you so please watch for surveys coming by mail or email and respond so we may ensure we provide the services you desire. Finally, with the uprise in fraudulent activities at financial institutions, we have taken the proper measures to ensure we are safeguarding your funds entrusted with us.

For the fiscal year ending December 31, 2025, the Credit Union continued to show a strong and secure financial statement. In the past year, we had an increase in loan volume of 3% and an increase in shares of 2%. With these changes, there was zero effect on our total assets. Our delinquency rate is a less than 0.50% (half percent), which is reflective of the diligence and loyalty of our members in repaying their loans. The NCUA defines a well-capitalized credit union as one having a net worth ratio of 7% or higher. As of December 31, Rocket City's net worth ratio was 17.39%, up 1.06% since last year. Therefore, we are very financially sound according to the NCUA's standards.

Membership increased and we would like to extend a warm welcome to all new members. Also, the financial outlook for the credit union in 2025 was excellent and we have returned those funds to you in dividends during Q1 of 2026 of 1% or greater. We also are offering lower loan rates and more efficient services to better serve your personal banking needs.

We, at Rocket City Federal Credit Union, are looking forward to more exciting changes going forward and the continued success of our Credit Union and its' members.

Chairman's Report

Gary Sparks, Chairman
Board of Directors

Welcome to the 72nd Annual Membership Meeting of Rocket City Federal Credit Union. We have been members helping members for 72 years!

My name is Gary Sparks, and I am your Board President/Chairman of Rocket City Federal Credit Union. It has been an exciting year serving as your Board Chairman and the transition into this new role has been seamless due to working beside a talented group of volunteers whose main focus has been to ensure the team members of Rocket City Federal Credit Union serve the financial needs of this membership. Our continued success depends solely on making sure our members are satisfied with the services and products offered by the Credit Union. And we are truly thankful for the commitment from our Sponsor Groups who add value to this organization.

Over the past year we have been committed to not only upholding the services offered but also improving and expanding these offerings to meet our members' expectations. We appreciate you, the members, for your loyalty to this credit union and we value your dedication to us.

Your Board of Directors meets monthly to discuss the performance and progression of the credit union. This group is made up of volunteers voted for by the members to represent them in making sound business decisions. Our charge is to ensure financial stability of the Credit Union and continue to improve financial and technical solutions necessary to ensure the needs and wants are met for our members.

The Credit Union had steady membership growth in 2025, and audits performed during 2025 provided confirmation of the credit union's soundness and asset safety. Please encourage your friends, co-workers, and family to join Rocket City Federal Credit Union where members' assets are safeguarded.

Please feel free to contact any board member or Credit Union staff member at any time, with concerns or suggestions you may have. The Board of Directors, along with the Supervisory Committee and the Executive Team of Rocket City Federal Credit Union, look forward to an ever growing, bright and successful future.

Supervisory Report

Jim Smith, CPA, Chairman
Supervisory Committee

The Supervisory Committee of the Rocket City Federal Credit Union would like to thank the Board of Directors for their ongoing support during 2025 and ensure the members that the credit union continues to be financially secured. Results of audits performed during the year by the Supervisory Committee, the League of Southeastern Credit Unions, Kudulis, Reisinger, and Price Firm, and the NCUA all support this statement.

Our primary responsibility and concern are to safe guard the assets of the credit union. Examinations including teller activities, new and closed accounts, cash supply reconciliations, vault logs, credit card transactions, delinquent loans, verification of member accounts, dormant account activity, corporate statements, and other items revealed little or no abnormalities. By the performance of these activities, and especially by the results noted, the credit union membership can be assured that their funds, loans and other financial instruments are being handled in an excellent manner by the credit union staff and management.

The Supervisory Committee greatly appreciates the opportunity to serve on this committee and attend monthly board meetings. We are confident that each board member and credit union manager is fully supportive and aggressive in improving member services and increasing membership in the credit union without compromising existing member benefits. We also observed that credit union management is committed in overseeing development in the pursuit of excellence.

The Supervisory Committee looks forward to a prosperous and productive 2026 and expects that the credit union's financial strength, services and membership will continue to grow not only during 2026, but also well into the future.

ROCKET CITY
FEDERAL CREDIT UNION