

Treasurer's Report 2008

InvesTex Credit Union continues to provide financial strength and support to almost 20,000 members. During the past year, the credit union offered extremely low loan rates, competitive deposit rates as well as other promotions to assist our members in achieving their financial goals during turbulent economic times. The credit union completed the merger of Associates Mutual CU into InvesTex CU December 31, 2007 with the data conversion being finalized March 1, 2008. The joining of the two organizations was accomplished without issue and the result was a stronger credit union with enhanced products and services available to the full membership.

After many months of planning and development, the credit union opened a beautiful full service branch at 24922 Tomball Parkway on January 15, 2008. The credit union now has six full service locations and recently improved on-line services to meet the needs of our members. The credit union continues to be deeply committed to community partnerships while strengthening relationships with local businesses, school districts and the Lone Star College system. The credit union continues to expand the mortgage lending program providing low closing costs, low loan rates and flexible terms to members resulting in over \$4 million in solid, secure mortgage loans and over \$4 million in home equity loans. We also continue to expand the student loan program growing it from virtually no loans to over \$727,000 in loan balances in the last two years. Overall the credit union's loan portfolio grew 10.46% for 2008 in a very competitive and challenging economic environment, while the rest of the credit union industry experienced 7.0% loan growth.

During September 2008 we all experienced hurricane Ike. The credit union prepared as the storm approached, and our branches were open and serving the membership the Monday following the storm. Many, many other institutions were not open until Wednesday or later. Your credit union planned and performed exceedingly well to ensure you had access to your money and the many other benefits of membership.

Attached are the Statement of Condition and the Operating Statement for the past two years ending December 31, 2008. The credit union's capital position continues to be exceptionally strong at 12.49%, and the Return on Average Assets is at .22%.

InvesTex Credit Union enlisted the services of John Weaver & Associates to conduct the Supervisory Committee Annual Review of the books and records of the credit union for the 12-month period ending March 31, 2008. The review was accomplished in accordance with the National Credit Union Administration Rules and Regulations and the Texas Credit Union Department Regulations. The review report stated, "The records and supporting documentation have been found to be in excellent condition." The Texas Credit Union Department also performed an examination of InvesTex Credit Union as of June 30, 2008, and we are pleased to report that the credit union continues to be a strong and efficiently managed institution.

Given the economic challenges throughout 2008 and continuing in 2009, it is important to clearly state that your credit union remains a healthy, strong and stable partner for the community. The board of directors, management and staff prudently manage daily fiduciary

responsibilities to the membership, and ensures the long-term prosperity and economic well-being of InvesTex Credit Union.

We would like to take this opportunity to thank our members for their continued loyalty and support and ask you to tell your friends about the great things going on at InvesTex. It is because of you that we continue to grow and be successful. We would also like to express our appreciation to the credit union staff for all their hard work serving the best interests of our members. Despite the many economic challenges we all face, we look forward to another successful year at your credit union! ***Not for profit, not for charity, but for service.***

Thank you,

Allan Griffin, Jr.
Treasurer

