

SUPERVISORY COMMITTEE'S REPORT

The Supervisory Committee is appointed by the Board of Directors of Planites Credit Union (PCU) and operates under the rules and regulations of the Illinois Department of Financial Institutions and the National Credit Union Administration.

The Supervisory Committee is responsible for ensuring that the financial condition of PCU is accurately represented and that both internal controls and policies are in place to ensure that the highest degree of integrity is maintained in the overall operations of the Credit Union.

The Supervisory Committee is also required to ensure that an independent review is conducted annually. The Certified Public Accounting firm of Selden Fox, LTD was retained to perform an audit of Planites Credit Union's financial condition and rendered the following:

TREASURER'S REPORT

As the Treasurer of Planites Credit Union, I am pleased to report that 2017 was another successful year. As of 12/31/17, the Credit Union reported \$31.3 million in assets, with \$19.4 million in investments and \$11.5 million in loans. Share deposit balances increased slightly to \$27.5 million.

PCU's net income was \$168 thousand, bringing total capital to \$3.6 million as of 12/31/17. Moreover, with an 11.4 percent capital ratio,

CREDIT COMMITTEE'S REPORT

The Credit Committee has the general supervision of all lending activity including the implementation, monitoring and evaluation of the overall loan programs to ensure compliance with Board-approved policies and conformity with the Illinois Credit Union Act. Planites CU offers a variety of loan products including Auto Loans, Mortgages, Visa® Credit Cards, Personal (Unsecured) Loans and Share Secured Loans.

PCU had a great year with nearly \$3 million in new loans, and we ended the year with a loan portfolio balance of \$11.5 million.

MEMBERSHIP COMMITTEE'S REPORT

It is the responsibility of the Membership Committee to promote the value-added benefits of Credit Union membership with both current PCU members and HCSC employees. We accomplish this through regular promotions of our products and services via posters, flyers, newsletters, emails and information displayed on our centralized kiosks and HCSC monitors. The Committee also supports various credit union events including the Annual Membership Meeting and International Credit Union Day®. Finally, in 2017, PCU launched an online Financial Resource Center, which provides a variety of financial education materials. PCU

"In our opinion, the 2017 financial statements referred to above present fairly in all material respects the financial position of Planites Credit Union as of June 30, 2017, and the results of its operation and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America."

Finally, in accordance with Section 305/9 of the Illinois Credit Union Act, the Department of Financial Institutions conducted a statutory examination of Planites Credit Union for the time period of 4/1/15 to 3/31/17. The committee is proud to report that there were no significant items reported.

Joe Danahy
Supervisory Committee Chairman

the Credit Union is considered "well-capitalized" by the National Credit Union Administration.

In summary, Planites Credit Union continues to be financially strong and operationally sound.

Scott Womack
Treasurer

Moreover, delinquencies and net charge-offs were low at 0.24 percent and 0.16 percent, respectively. PCU continues to maintain high ethical standards by consistently processing applications according to the PCU Loan Policy. Specifically, documentation included in the loan files is complete and accurate, and decisions were made within policy guidelines.

Wil Matthews
Credit Committee Chairman

also partnered with AmeriCU Mortgages in 2017 to provide PCU members with mortgage loans including FHA and VA loans. In 2017, AmeriCU assisted PCU members by closing on nearly \$2 million in mortgage loans.

As of December 31, 2017, there were 8,122 deposit accounts, 717 loan accounts and 4,837 members.

Jennifer Cernak
Membership Committee Chairperson



2017 Annual Report

Celebrating 63 Years of Financial Strength



BOARD OF DIRECTORS AND STAFF

Executive Officers

James Burda
Chairman of the Board

Thomas Lubben
Vice Chairperson

Susan Gajda
Secretary

Scott Womack
Treasurer

Board of Directors

Martha Alvarez

Jennifer Cernak

Lisa Couwenhoven

Geoff Credi

Joe Danahy

John Kosky

Robert Majerus

Wil Matthews

Gabrielle Ruiz

Thomas Surin

Austin Waldron

Staff

Danny Valkanos
President

Donielle Dantzer
Member Services Representative

Maryann Dunn
Operations Administrator

Sabrina Mathis
Loan Officer

Alex Porras
Loan Processor

Madeline Sanchez
Member Services Supervisor

Lauren Stepney
Member Services Representative

Audrey White
Vice President - Operations

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CHAIRMAN'S AND PRESIDENT'S REPORT

We are pleased to present our 2017 Annual Report. Planites Credit Union (PCU) had a financially strong year that could not have been accomplished without the participation and support of our membership.

As of December 31, 2017, PCU had \$168 thousand in net revenue, \$3.6 million in capital and \$31.3 million in assets. With a net worth ratio of 11.4 percent, PCU is considered well-capitalized by the National Credit Union Administration.

In 2017, the loan portfolio grew by 3.6 percent, driven by consumer loan growth of 6.9 percent. Contributing to these increases was nearly \$3 million in total new loans. In addition to these loans, we were also able to assist our members with an additional \$1.9 million in FHA, VA and Fannie/Freddie mortgage programs.

The Credit Union launched a Financial Resource Center, which provides members with reliable financial guidance, insight and resources. It is a one-stop shop for quality advice on the pressing financial decisions our members face at multiple stages of life.

In 2017, PCU partnered with AmeriCU Mortgage to provide first mortgage loans to our members that include conventional, FHA and VA mortgages. Members can now apply online and have a dedicated mortgage loan officer assigned to them throughout the process.

We continue to see growth in usage of several of our services. The Credit Union is now approaching 1,000 active members using our Mobile Banking application, and almost 500 members have utilized the Remote Check Deposit feature. Our Remote

Signature lending program has also been a successful addition to our services, as more than half of our members' loan closings are now completed electronically.

In 2018, Planites Credit Union will remain committed to empowering our members' financial success.

We remain dedicated to providing exceptional value and service to our members.

Thank you for supporting your Credit Union and for your trust in the Board and Management.

Respectfully submitted,

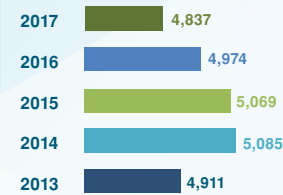
James Burda
Chairman of the Board

Danny Valkanos
President

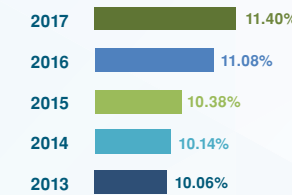
CONSOLIDATED INCOME & EXPENSE STATEMENT

Income	12/31/17	12/31/16	Variance \$	Variance %
Investment Income	\$289,976	\$295,369	\$(5,393)	-2%
Interest Income (Loans)	\$559,874	\$533,651	\$26,223	5%
Fee Income	\$511,953	\$533,743	\$(21,790)	-4%
Total Income	\$1,361,803	\$1,362,763	\$(960)	0%
Expenses	12/31/17	12/31/16	Variance \$	Variance %
Operating Expense	\$956,569	\$940,062	\$(16,507)	-2%
Reserve for Loan Loss	\$52,380	\$43,500	\$(8,880)	-20%
Dividend Expense	\$184,622	\$168,204	\$(16,418)	-10%
Total Expense	\$1,193,571	\$1,151,766	\$(41,805)	-4%
Net	\$168,232	\$210,997	\$(42,765)	-20.27%

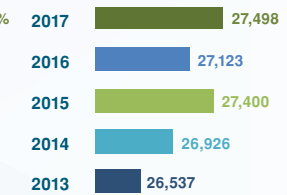
MEMBERSHIP



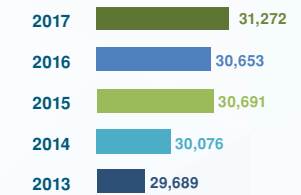
CAPITAL RATIO



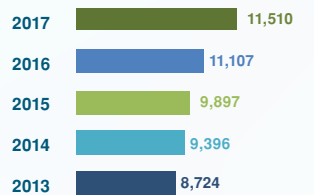
DEPOSITS (\$ IN THOUSANDS)



ASSETS (\$ IN THOUSANDS)



LOANS (\$ IN THOUSANDS)

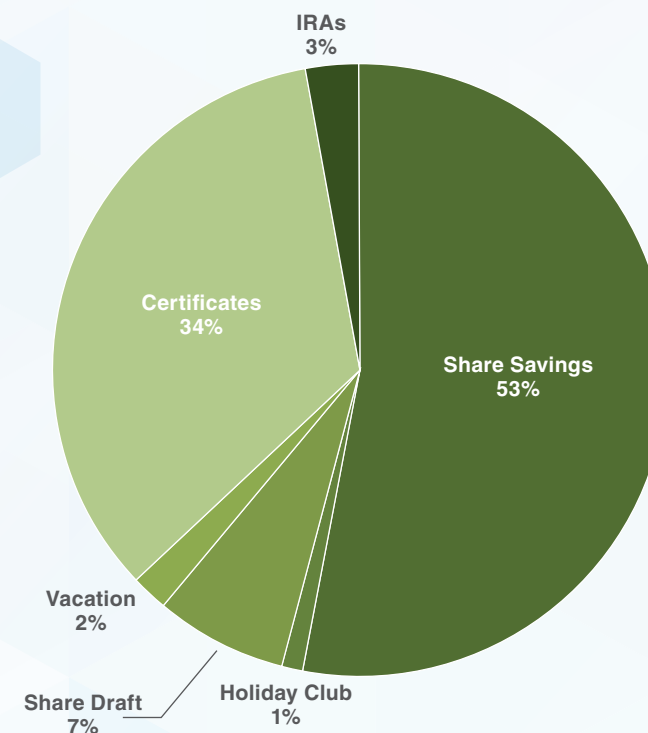


2017 FINANCIALS

CONSOLIDATED BALANCE SHEET

Assets	12/31/17	% of Assets	12/31/16	% of Assets
Investments	\$19,370,802	61.9%	\$19,627,807	64.0%
Loans	\$11,509,623	36.8%	\$11,106,648	36.2%
Other Assets	\$585,511	1.9%	\$78,748	0.3%
Loan Loss Reserves	\$(193,871)	-0.6%	\$(160,342)	-0.5%
Total Assets	\$31,272,065	100%	\$30,652,861	100%
Liabilities & Equity	12/31/17	% of Liabilities	12/31/16	% of Liabilities
Shares	\$27,497,628	87.9%	\$27,123,194	88.5%
Dividends Payable	\$10	0.0%	\$-	0.0%
Accounts/Notes Payable	\$208,797	0.7%	\$132,269	0.4%
Reserves & Equity	\$3,397,398	10.9%	\$3,186,401	10.4%
Net Income	\$168,232	0.5%	\$210,997	0.7%
Total Liabilities & Equity	\$31,272,065	100%	\$30,652,861	100%

2017 DISTRIBUTION OF DEPOSITS



2017 DISTRIBUTION OF LOANS

