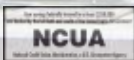


PATENT AND TRADEMARK OFFICE FEDERAL CREDIT UNION

2019 ANNUAL REPORT

Annual Meeting
Postponed Due to Covid-19

*Assisting our members to achieve
a lifetime of financial security*



BOARD OF DIRECTORS

Raymond Covington, Chairperson
Welton Lloyd, Vice Chairperson
Stephone Allen, Treasurer
Zinna Northington Davis, Secretary
Dave Scheuermann, Assistant Secretary
Thomas Beach, Director
Michele Peyton, Director

SUPERVISORY COMMITTEE

John Holly, Chairperson
Katrina Harris, Vice Chairperson
Vinh Luong
Keith Dixon
Jeffrey Shaprio

MISSION STATEMENT:

To provide our members with the highest level of quality, convenient, and reliable service while maintaining financial strength

VISION STATEMENT:

To assist our members in achieving a lifetime of financial security
"Superior Service is our Trademark"

PATENT & TRADEMARK OFFICE FEDERAL CREDIT UNION

Carlyle Complex Location
501 Dulany Street, 1st Floor
Alexandria, VA 22314
Office: 571.272.0350 Fax: 571.273.0190
Randolph Square Location
2800 S. Randolph Street, Room A260
Arlington, VA 22206
Office: 703-933-0222

PROVIDING OUR MEMBERS

A Place to Save

Share Savings Accounts
Holiday Club Accounts
Individual Retirement Accounts (IRA)
Share Certificates
Money Market Accounts

A Place to Borrow

Automobile Loans
Overdraft Protection Lines of Credit
Signature Loans
Share and Certificate Secured Loans
Education Loans
Visa Credit Cards
Mortgage Loans
Home Equity LOC

For Your Convenience

New Website (www.ptofcu.org)
Mobile Banking
Remote Deposit Capture
Online Teller
Online Bill Pay
Share Draft Checking
Visa Check Card
Audio Teller
Direct Deposit
Payroll Deduction
ATM Services
Educational Seminars

Other Services

Domestic/International Money Wires
Money Orders
Notary Service (Members Only)
Guaranteed Auto Protection (GAP)
Extended Warranty Service
Debt Protection
...and more

BOARD AND MANAGEMENT REPORT

Since 1942, the Patent & Trademark Office Federal Credit Union (PTOFCU) has provided beneficial financial services to Patent and Trademark Office employees, contractors and family members. This year we proudly celebrate 78 years of serving our membership. We would like to thank you, our loyal members, for allowing us the opportunity to serve you for the past 78 years. Our commitment remains to provide our members with quality, reliable and convenient service.

Thanks to you, your Credit Union has experienced another successful year. Our net worth, which is a ratio designed by our regulators, the National Credit Union Administration (NCUA), indicating the financial strength of Credit Unions, was 7.02% at the end of 2019. Also, our percentage of delinquent loans are at an acceptable level of 1.62% as of December 2019, which indicates the strength of our loan portfolio.

Although in comparison, we are a small Credit Union, we think big and have the strength to offer almost all services a larger Credit Union offers such as online banking, mobile banking, bill payer, ATMs (surcharge free at all 7-Eleven's and selected Credit Unions nationwide), remote deposit capture and a host of other products and services.

Also, we have a wide array of loans which could benefit all Credit Union members. Go to WWW.PTOFCU.ORG or visit one of our loan officers for a loan product that will meet your needs now and in the future.

Your savings dollars at the Credit Union are insured by the National Credit Union Share Insurance Fund (NCUSIF) for up to \$250,000.00, which is still the healthiest of government insurance funds.

You can be proud of your Credit Union and the accomplishments it made in 2019. With your help, the year of 2020 will bring further improvements to your Credit Union. With our membership, we look forward to another prosperous year.

Thanks for your continued support.

STATEMENT OF INCOME FOR YEAR'S ENDING

DECEMBER 31, 2018 - 2019

Operating Income	2018	2019
Interest on Loans	1,170,405	1,208,172
Interest from Investments	238,967	239,471
Other Operating Income	279,641	249,736
Total Operating Income	1,689,013	1,697,379
Operating Expenses		
Compensation & Benefits	796,625	828,166
Office Operation	376,763	367,200
Association Dues	3,483	4,538
Administration Expenses	329,945	386,796
Total Operating Expenses	1,506,817	1,586,700
Income (Losses) From Operating	182,196	110,679
Non-Operating Gains (Losses)	(8,615)	(2,459)
Income (Losses) Before Dividends	173,582	108,220
Dividends	12,663	11,996
Net Income	160,919	96,225
Reserve Transfer	40,899	29,948

STATEMENT OF FINANCIAL CONDITION FOR YEAR'S ENDING

DECEMBER 31, 2018 - 2019

Assets	2018	2019
Loans	27,339,110	26,899,169
Allowance for Loan Losses	(151,221)	(154,600)
Net Loans	27,187,889	26,744,569
Cash on Hand	3,827,664	1,936,623
Investments	13,502,904	15,650,650
Other Assets	1,308	1,541
Total Assets	44,329,502	43,648,160
Liabilities & Members Equity		
Accounts Payable	1,806	4,036
Dividends Payable	0.00	0.00
Other Liabilities	56,177	53,412
Total Liabilities	57,983	57,448
Shares		
Share Accounts	18,854,106	15,815,532
Share Certificates	1,438,369	1,318,484
Club Accounts	657,932	631,284
Share Draft	13,420,030	13,263,644
IRA Accounts	753,882	710,179
Money Market	6,180,559	5,788,754
Total Shares	41,304,878	40,527,876
Regular Reserves	1,355,717	1,385,665
Reserve for Contingencies		
Undivided Earnings	1,610,888	1,677,163
Unrealized Gain/Loses	35.36	7.79
Total Equity	2,966,641	3,062,836
Total Liabilities & Members Equity	44,329,502	43,648,160