

**Minutes of the Annual Stockholders’
Meeting of the Central Texas Farm Credit, ACA
Held on Tuesday, April 30, 2019
Bill Franklin Center, Coleman, Texas**

The meeting began with registration at 6:00 p.m. Stockholders were given copies of minutes from the 2018 Annual Stockholders Meeting, as well as minutes from the 2019 Nominating Committee Meeting. Chairman of the Board, Robby Halfmann, called the meeting to order and reported that notice of the meeting was properly given to all stockholders as required by Association Bylaws.

Mr. Halfmann presented the Report of the Board of Directors. After introducing the other Board members and their spouses, Mr. Halfmann highlighted some of the Association’s activities during the past year. Mr. Halfmann stated that the Board approved a record patronage refund in the amount of \$6.5 million dollars in December of 2018 which was paid in March of 2019. He thanked the audience for their business and support of the Association, and he asked that they continue to refer their families, friends, and neighbors to the Association for their agricultural financing needs.

Mr. Halfmann then introduced Association CEO, Jimmy Chambers, who conducted the remainder of the meeting.

Mr. Chambers welcomed the attendees and asked if anyone had any additions or corrections to the proposed minutes that they received at registration. After receiving no response, a motion was made, seconded, and approved to accept the minutes as presented.

Mr. Chambers explained that attendees would not vote for directors or nominating committee members at this meeting. He stated that the election would be conducted by mail-out-ballot, instead, in order for all stockholders to have the opportunity to participate in the election process.

Mr. Chambers reported that the Nominating Committee met on February 13, 2019 and nominated candidates for the one (1) director position with an expiring term. Mr. Chambers explained that any floor nominees would have to provide the required disclosures documenting their eligibility to serve within five (5) days. He then asked for nominations from the floor; no nominations were made from the floor. The 2019 Nominating Committee proposed the following director candidates: Kenneth Harvick and William G. Bishop. Each candidate present was introduced and gave a brief speech regarding their qualifications for serving as a board member.

Mr. Chambers called the audience’s attention to the 2019 Nominating Committee’s list of nominees for the 2020 Nominating Committee. Mr. Chambers then asked for nominations from the floor for the 2020 Nominating Committee; no nominations were made from the floor. As reported in the 2019 Nominating Committee Minutes and the 2019 Annual Meeting Information Statement, the following stockholders were nominated to serve on the 2020 Nominating Committee:

Region	Member	1st Alternate	2nd Alternate	3rd Alternate
Brownwood	John W. Evridge	Brandon M. Grebe	Ranny (Buddy) S. Lane	Randy Abbey
Coleman	Curtis Skelton	Ted Boatright	Ynasio Guerrero	Donnie R. Neff
Haskell	Mark Daniel	Freddie Livingston, Jr.	John Pribyla	Abel T. Rodriguez, Jr.
San Angelo	John Thomas Beach	Troy D. Halfmann	Steven P. Jansa	Brady Weishuhn
Brady	Thomas F. Kelso, III	Cole Allen Holubec	James A. Wilde	Calvin Schwertner

Mr. Chambers explained that ballots for the one (1) director position and the 2020 Nominating Committee would be mailed to all designated voters within 15 days of the 2020 Annual Meeting. Stockholders will return ballots to an independent tabulator to be verified and counted. In the event of a tie vote, the winner will be determined by the flip of a coin. Mr. Chambers explained that the ballots would be sealed by the independent tabulator and held in the Association office until the expiration of the elected director’s term. The results of the election will be posted on the Association’s website and announced in area newspapers.

Mr. Chambers reviewed the Association’s operating results for 2018. He reported that net income was very good and discussed the major factors that contributed to the success of the Association. Mr. Chambers said that the Association’s strong earnings allowed for a larger patronage refund to be paid than the previous year. Additionally, these strong earnings positioned the Association to withstand

adversity and take advantage of future growth opportunities. He also reported that credit quality remained good and past due loans were at a very manageable level. In addition, Mr. Chambers stated that the Association had experienced loan portfolio growth for the seventh consecutive year.

Mr. Chambers explained that, although the Association's financial results had been very good, 2018 had been a challenging year. He said recent changes in regulations and accounting rules had changed the way loans were processed and required the Association to hire additional personnel. Mr. Chambers stated that, ultimately, the required changes are good for the Association but have been somewhat disruptive as staff and borrowers get used to a new way of conducting business.

Mr. Chambers told the audience that the Association's 2018 Annual Report had been mailed to all stockholders in March of this year, and that the report had a detailed account of the Association's financial performance. Mr. Chambers asked if anyone had questions concerning the Association's financials or the election process. Since no one posed any questions, Mr. Chambers thanked everyone for their business and asked that they keep the Association in mind for any agricultural financing needs they might have.

Winners of the 2019 Central Texas Farm Credit Scholarships were announced and introduced to the audience.

Tim, the Dairy Farmer, provided entertainment.

Drawings were held for door prizes.

There being no new or unfinished business, the meeting was adjourned.

Attest: _____
Chief Executive Officer

Signed: _____
Chairman