

2024 ANNUAL REPORT

LOOKING BACK

I want to take a moment to say thank you to all of the members of NW Preferred. 2024 was another great year at the credit union and your continued support is the foundation of our success.

Last year, we helped our members borrow and save over \$58 million while staying true to our vision of: "improving the lives of those we serve." We'll continue to carry this momentum forward—elevating our exceptional service by ensuring every interaction with your credit union is more seamless, personalized, and supportive of your financial journey.

Thank you for being such an essential part of NW Preferred's success.

Jim Burgett, Chairman of the Board

LOOKING FORWARD

We entered 2025 on a high note, energized by last year's solid financial performance.

In February, we enhanced our online banking and mobile app to offer improved functionality and a more user-friendly experience.

Members will continue to benefit from competitive rates on their deposits throughout the year. Thanks to the careful work we've done over the past several years to strengthen and maintain a healthy balance sheet, we're in a strong position to weather any economic uncertainty. Your credit union is financially solid, and I'm excited for the opportunities that lie ahead.

As always, thanks for your continued support of NW Preferred!

Steve Canfield, President/CEO

FINANCIAL STATEMENT *Period Ending December 31, 2024*

The Supervisory Committee's objectives are to ensure that the Credit Union:

- Maintains accurate financial records
- Has implemented a program of internal controls
- Preserves financial assets

Throughout the year, the Committee audits different areas of the Credit Union's operation to ensure these objectives are met. The Committee also investigates and responds to member inquiries.

Annually, we engage an independent CPA firm to conduct a financial audit of the Credit Union. The Credit Union is also examined by the National Credit Union Administration (NCUA), an agency of the federal government. The NCUA makes an assessment of our financial strength, and determines whether or not the Credit Union has been operating in compliance with the law. We are very pleased to report that no material weaknesses were found in our operation!

Based on reports submitted, it is the Committee's belief that the financial statements of December 31, 2024, fairly and accurately reflect the financial condition and results of operations of NW Preferred Federal Credit Union.

Bo Lindemann, Chairman

YEARS @ A GLANCE

YEAR	LOANS	SHARES	ASSETS
2019	119,199,854	121,929,112	140,130,611
2020	118,176,561	150,629,387	170,436,183
2021	120,479,829	165,746,547	185,842,942
2022	133,703,656	159,480,197	182,605,861
2023	134,104,700	144,620,070	169,496,283
2024	137,425,182	149,235,096	174,824,473
1 Yr. Change	2.48%	3.19%	3.14%
5 Yr. Change	15.29%	22.39%	24.76%

FINANCIALS	2023	2024
ASSETS		
Loans to Members	134,104,700	137,425,182
Allowance for Loan Loss	(1,161,022)	(1,622,232)
Net Loans	132,943,678	135,802,950
Cash	1,230,236	1,280,756
Investments	29,814,471	32,190,701
Property & Equipment (Net)	2,463,646	2,408,040
All Other Assets	3,044,252	3,142,026
Total Assets	169,496,283	174,824,473
LIABILITIES & EQUITY		
Notes Payable	0	0
Accounts Payable	698,129	792,160
All Other Liabilities	1,409,036	1,037,116
Total Liabilities	2,107,165	1,829,276
Shares	144,620,070	149,235,096
Regular Reserve	1,937,284	1,937,284
Undivided Earnings	20,831,764	21,822,817
Total Liabilities & Equity	169,496,283	174,824,473
INCOME		
Interest on Loans	8,708,439	9,464,288
Income From Investments	1,526,285	1,635,393
Other Income	997,549	999,978
Total Income	11,232,273	12,099,659
EXPENSES		
Salaries & Benefits	3,115,876	3,304,780
Operations	2,528,662	2,631,820
PLL	984,831	1,575,358
Dividends	2,822,473	3,615,411
Other	(8,013)	(18,609)
Total Expenses	9,443,829	11,108,760
NET INCOME (LOSS)	1,788,444	990,899

MONEY DISTRIBUTION

