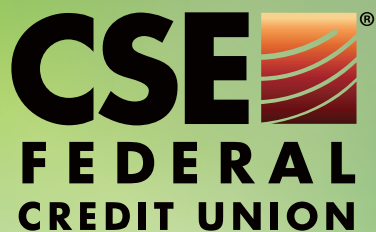


Our Members are
**GROWING
TOGETHER**
where the grass is *greener.*



GROWTH TAKES STRONG ROOTS.

Our branches don't make us local. Our roots do. CSE has been a flourishing locally-managed hometown community credit union since 1943. We realize the fruits of tomorrow are in the seeds of today. We continue to blossom by adding new products and services and growing our Membership into new Parishes.



strong heritage. **smart** future.®



CSE knows the grass is greener where you water it and
our valued Members reap the rewards!

A MESSAGE FROM THE PRESIDENT/CEO AND BOARD CHAIRMAN

2022 was a key year for strategic growth and development of CSE. Many milestones were achieved, one being the expansion of its community charter. CSE is proud to serve the communities of Allen, Beauregard, Calcasieu, Cameron, Jeff Davis and Vernon Parishes. We're excited to announce branch and ATM deployments are being planned and prepared for the coming years.

- Additional achievements in 2022 were:
- Loans increased 4.6% to \$278 million
 - Net earnings of over \$3 million
 - Net worth, or capital at year end was 10.87%, at the "well-capitalized" level as defined by the National Credit Union Administration (NCUA)
 - Net Membership growth of 1.7%, bringing total membership to over 34,000

Deposit capable ATMs were introduced at each branch location in early 2022, making it convenient for Members to not only withdraw money but deposit cash or checks as well. Digital Wallet was

implemented for Google Pay, Apple Pay and Samsung Pay allowing Members to access their CSE debit and credit cards for payments via their mobile device. Later in the year, Live Chat was added to online and mobile banking where members can direct message a CSE representative for immediate assistance. Contactless cards will be available early 2023 for both debit and credit cards. Rising Checking was introduced as a new checking account to help the underbanked establish a positive checking account relationship. We look forward to an innovative 2023 and continuing our mission of helping Members build financial success.

CSE's Employees always strive to put members first through their day-to-day duties by volunteering and serving their communities. We thank the wonderful Employees of CSE who are the heart and soul of the credit union. Their genuine love and care for Members drives them to live out the credit union philosophy of "People Helping People". That isn't just a motto for CSE's Employees, it is a way of life.

Thank you to CSE's Board of Directors and the Supervisory Committee for their continuous dedication and hard work. All are unpaid volunteers who put many hours and days into helping make CSE the best credit union possible.

Thank you, Members, for choosing CSE! Again, you are the reason we exist and strive for excellence. Helping you build financial success is our priority and joy.

WE ARE CSE!

Sincerely,
Matt Koch and Leo Blackmer



Sulphur



Lake Charles



Jennings



Moss Bluff

SUPERVISORY COMMITTEE REPORT

The Federal Credit Union Act requires that a federal credit union's Supervisory Committee independently evaluates the soundness of the credit union's operations and activities. Our main objective is to ensure that management protects and safeguards the credit union's assets by employing sound internal controls and maintaining practices and procedures that are in agreement with generally accepted accounting principles. The committee also ensures that the financial statements provide a fair and accurate representation of the financial condition and results of operations of the credit union.

CSE's Supervisory Committee engages the independent accounting firm of Postlethwaite & Netterville, APAC to conduct an audit of the financial statements. Postlethwaite & Netterville issued an unmodified, clean opinion on the financial statements as of and for the year ended December 31, 2022. A complete copy of the audited financial statements, including footnote disclosures, is available upon request. A summary of the financial results is included in our annual report.

Your Supervisory Committee is confident that it has fulfilled the responsibilities as outlined. It is the opinion of the Supervisory Committee that CSE Federal Credit Union is in sound financial condition, the integrity of member accounts is maintained, and the credit union's assets are properly safeguarded.

Respectfully Submitted,
Terrell Thompson, Chairman
Lauren Hamic, Vice Chair/Secretary
Dan Frick, Committee Member
Jessica Olsen, Committee Member

STATEMENTS OF FINANCIAL CONDITION

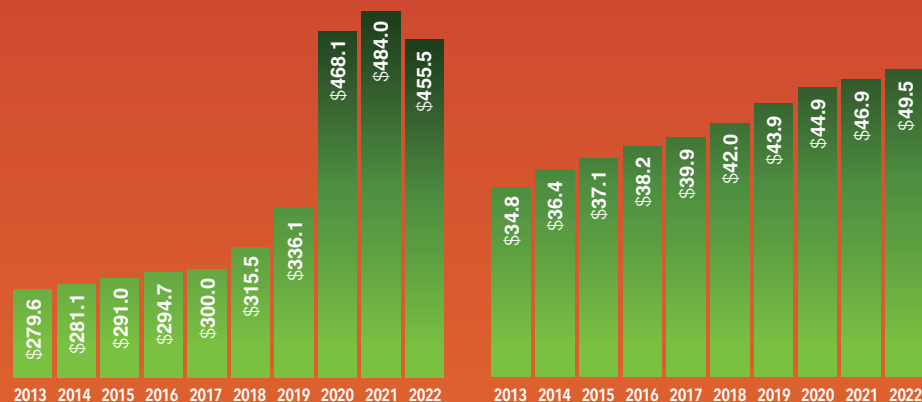
— December 31, 2022

ASSETS	2022	2021
Cash and cash equivalents	\$ 84,849,414	\$ 151,747,347
Interest-bearing time deposits in other financial institutions	9,202,438	6,251,699
Investment securities, available-for-sale	59,347,744	39,760,671
Loans receivable, net of allowance for loan loss	277,276,100	264,922,795
Accrued interest receivable	938,114	867,574
National Credit Union Share Insurance Fund deposit	4,147,194	4,239,241
Investment in corporate credit unions	42,982	42,982
Federal Home Loan Bank stock - at cost	195,400	187,300
Investments in credit union service organizations (CUSOs)	842,515	288,821
Premises and equipment - net	14,166,978	14,402,561
Credit union-owned life insurance	2,025,837	
Other assets	2,600,217	742,415

Total Assets \$ 455,634,933 \$ 483,453,406

LIABILITIES AND MEMBERS' EQUITY	2022	2021
Members' shares and savings	\$ 404,346,893	\$ 433,421,400
Accrued expenses and other liabilities	6,803,883	3,945,471
Total Liabilities	411,150,776	437,366,871
Members' equity, substantially restricted:		
Regular reserve		10,712,305
Undivided earnings	48,671,969	34,814,537
Equity acquired in merger	848,061	848,061
Accumulated other comprehensive income (loss)	(5,035,873)	(288,368)
Total Members' Equity	44,484,157	46,086,535

Total Liabilities and Members' Equity \$ 455,634,933 \$ 483,453,406



Total Assets IN MILLIONS

Total Members' Equity IN MILLIONS

34,081

CSE Members

10.87%

Net Worth Ratio

\$1.4M

Dividends Paid

\$12.3M

Loan Growth

STATEMENT OF INCOME

— December 31, 2022

	2022	2021
Interest Income		
Loans to Members	\$ \$11,659,082	\$ 11,727,758
Investment securities and interest-bearing deposits	2,808,242	448,587
	14,467,324	12,176,345
Interest Expense		
Members' shares and savings accounts	1,363,675	1,615,695
	13,103,649	10,560,650
Net Interest Income	1,363,675	1,615,695
Provision For Loan Losses	507,514	572,232
Net Interest Income After Provision For Loan Losses	856,161	1,043,463
Non-Interest Income		
Service charges and other fees	5,206,504	4,885,875
Other non-interest income	2,245,559	2,302,982
Gain (loss) on disposition of assets - net	176,247	(34,517)
	7,628,310	7,154,340
Non-Interest Expense		
Compensation and benefits	8,361,640	8,142,002
Office operations	2,682,699	2,472,455
Professional and outside services	2,221,339	1,974,583
Servicing expenses	2,467,001	2,266,510
Advertising and promotion	549,348	425,002
Other non-interest expense	797,291	599,891
	17,079,318	15,880,443

Net Income \$ 3,145,127 \$ 1,262,315



Total Loans IN MILLIONS

Total Shares IN MILLIONS

★ ★ ★ KEY ACHIEVEMENTS AND MILESTONES



\$137K
Invested Into
Your Community



CSE EMPLOYEES VOLUNTEERED 1,500+ HRS



At CSE the employees live out its mission of “People Helping People Build Financial Success” and continue to make a difference within our communities. The growth of CSE takes strong roots and our roots are made up of volunteerism. Employees stand behind their word, they show compassion and respond to community needs. In 2022, CSE employees were committed to the following organizations:

- Arts & Humanities Council of SWLA
- Jeff Davis Parish Chamber of Commerce
- SWLA Chamber-Economic Alliance
- Greater Beauregard Chamber of Commerce
- Fusion Five
- Family and Youth Counseling Agency
- Jennings Festival Association
- Autism Services of Southwest Louisiana
- Black Heritage Festival
- Muscular Dystrophy Association
- American Cancer Society
- Vines and Tynes
- Big Brothers Big Sisters of Southwest Louisiana
- Girlie Girls Mentoring Program Inc.
- St. Nicholas Center for Children
- MusicMakers2U
- Boy Scouts of America
- Mae's Mission
- Oasis – Calcasieu Women's Shelter
- West Calcasieu Cameron Hospital
- And More!

CSE FEDERAL CREDIT UNION ADMINISTRATION

Board of Directors

Leo Blackmer
Board Chair

Bill Deitch
Vice-Chair

Mike Tucker
Treasurer

Richard Cunningham
Secretary

Ken Gardner
Director, Immediate Past Board Chair

Rick Scott
Director

Rick Humphrey
Director

Johnnie Botley
Director

Richard Cisneros
Director

Senior Management

Matt Koch
President/CEO

Bonnie McDonald
Emeritus-Chief Operations Officer

Colleen Desselle
Chief Marketing Officer

Kasey Cormier
Chief Human Resources Officer

Jennifer Harmon
Chief Financial Officer

TL Stegall
Chief Information Officer

Ryan Hess
Chief Lending Officer

John Lennox
Chief Operations Officer

Supervisory Committee

Terrell Thompson
Committee Chair







Lauren Hamic
Committee Vice-Chair/Secretary

Dan Frick
Committee Member

Jessica Olsen
Committee Member

PERKS BEYOND BANKING

As a not-for-profit and Member-owned financial institution, CSE's vision is **"People Helping People Build Financial Success."** We offer a range of financial products and services along with Membership benefits to help you achieve your goals, now and in the future.

-  **We can't be bought, sold, or traded**
-  **Local decision makers**
-  **A financial partner that cares about your success**
-  **You're more than a Member, you're part owner**
-  **Save money with lower rates & fewer fees**
-  **Invested in your community**



The grass is *greener* at **CSE**
FEDERAL CREDIT UNION

LAKE CHARLES

4321 Nelson Road
Lake Charles, LA 70605

SULPHUR

2154 Swisco Road
Sulphur, LA 70665

MOSS BLUFF

1170 Sam Houston
Jones Pkwy.
Lake Charles, LA 70611


JENNINGS

1715 Elton Road
Jennings, LA 70546

TOLL FREE

800.625.5747



CSE [®]
FEDERAL
CREDIT UNION



Membership and Eligibility Required. Insured by NCUA. | csefcu.org