

**NIZARI PROGRESSIVE  
FEDERAL  
CREDIT UNION**

**Second  
Annual General Meeting  
March 15, 1992**

**Houston, Texas**

## NOTICE

### ANNUAL GENERAL MEETING

The Second Annual General Meeting of the Nizari Progressive Federal Credit Union will be held on Sunday March 15, 1992 at 4:00 pm at the Houston Apartment Foundation Training Center, Suite #215 located at 10803 Kinghurst, Houston, Texas 77099.

The above address is in the same building where the office of the Nizari Progressive Credit Union is located.

### AGENDA

1. Reading and adoption of Minutes of last meeting
2. Report of the President on behalf of the Board of Directors
3. Report of the Treasurer
4. Report of the Credit Committee
5. Report of the Supervisory Committee
6. Any other business with permission from the Chair
7. Adjournment

  
Kassamali Momin  
Secretary

***REFRESHMENTS WILL BE SERVED  
FOLLOWING THE MEETING***

## CHAIRMAN'S REPORT

On behalf of the Board of Directors of the Nizari Progressive Federal Credit Union, it is my privilege to welcome the membership to the Second Annual Meeting of the Credit Union. It will be my pleasant duty this evening to highlight major developments of the Credit Union during the calendar year 1991.

I am pleased to report that during the second year of its operations, the Credit Union continued to make significant progress towards establishing firm foundations in all areas of operations. Our overall goal, with each passing year, is to make the Credit Union more financially viable and to provide improved and expanded services to its membership.

The year 1991 proved to be another successful year for the Credit Union. A number of milestone achievements were attained despite the fact that the overall economic situation during the year was on a downward slide.

During the year under report we switched over from the manual accounting to computerized system to ensure quick and better service to the membership.

Compared with 1990, the membership of the Credit Union increased by 35% (from 384 to 517 members). The total shares and savings of members increased from \$323,291 to \$544,437, which is an increase of 68%. A total of \$760,000 in loan amounts was issued to 115 members. This represents an increase of 123% in loan amounts and 113% in the number of members obtaining loans. The maximum amount of a loan increased by 43% (from \$7,000 to \$10,000). None of the loans is in default or delinquent.

In the year under review, a loan protection insurance scheme was introduced which includes disability and death coverage.

The capital adequacy of the Credit Union increased to 3.72% from 1.43% last year which meets more than the required capital standard. An overall dividend of 5.5% has been declared on share amounts held by the membership. This rate compares favorably with the prevailing bank rates, and is 70 to 80 basis points higher than one year CDs.

Since the inception of the Credit Union, the National Credit Union Administration, Region V had required the Credit Union to abide by the terms and conditions listed in the Letter of Understanding and Agreement signed in 1989. However, due to very favorable Supervisory Examination Report of the Credit Union by this Federal agency, the Letter of Understanding and Agreement was withdrawn by the National Credit Union Administration in June 1991. In the very short history of the Credit Union, this is a significant development for Credit Union. The Board of Directors are very pleased with

this development and we feel that it should be a source of great pride for the membership of the Credit Union.

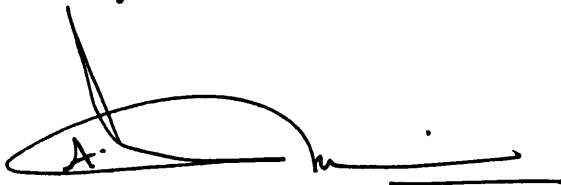
I am also pleased to announce that the Credit Union has been awarded the composite CAMEL rating of "2" from a scale of "1 to 5" ("1" being the best) as stated in the last examination report of November 30, 1991.

The Credit Union looks forward to 1992 with a great deal of enthusiasm. We have targeted several goals for achievement in all areas of our operations, including educational loans for vocational training, etc. However, the membership can play a very important role in further improving the financial viability of the Credit Union. We want the membership to make favorable referrals amongst your family and friends and encourage them to become members of the Credit Union and inculcate a regular habit of savings for a better future.

Finally, I wish to take this opportunity to extend sincere thanks to my colleagues, various committees and the staff for their untiring efforts and dedication with which they are serving the Credit Union. I also wish to acknowledge a number of individuals who are continuing to offer us their time and expertise for the growth and development of the Credit Union. In particular, I wish to acknowledge the assistance of the Board of Directors of the Pioneer Muslim Credit Union and of Mrs. Noorbanu Sadrudin Momin.

Once again, I wish to express our thanks to you for taking the time to attend the Second Annual Meeting of the Nizari Progressive Federal Credit Union.

Thank you.

A handwritten signature in black ink, appearing to be "A. Momin", written over a horizontal line.

Amirudin S. Momin  
Chairman

***Your Savings Federally Insured to  
\$100,000  
by the National Credit Union Administration  
a U.S. Government Agency***

# TREASURER'S REPORT 1991

## BALANCE SHEET

### Assets

Loan to Members	\$372,558.89
Cash in Bank	33,802.67
Investments	152,289.34
Furniture & Fixtures	5,881.00
Deposit with NCUSIF	2,170.50
Pre-paid Expenses	1,089.00

Total Assets	\$567,791.40
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### LIABILITIES

Shares of Members	544,437.10
Regular Reserve	8,650.00
Special Reserve	6,000.00
Donated Equity	2,018.00
Accounts Payable	176.89
Undivided Earnings	6,509.41

Total Liabilities	\$567,791.40
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### Statistical Information

Number of Members	517
Outstanding Loans	73
Loans since Operation	\$775,000
Number of Loans since inception	115

## INCOME STATEMENT

### Income

Interest on Loans	\$45,612.59
Income from Investments	8,170.73
Entrance Fee & Charges	2,111.35

Total Income	\$55,894.67
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### EXPENSES

Salaries & Benefits	8,073.75
Office Rent	3,062.68
Utilities	606.63
Audit Fees	400.00
Insurance	1,245.89
Maintenance EQP., etc.	321.00
Postage & Supplies	659.07
Association Dues	527.92
Bank Charges	179.28
Borrower Insurance	854.59
Depreciation	2,030.51
Annual Meeting	568.20
NCUA Fee	100.00

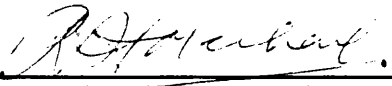
Total Expenses	\$18,629.52
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Gain or Loss from Operation	37,265.15
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### Distribution of Gross Income

Operating Expenses	18,629.52
Dividends	21,211.82
Regular Reserve	5,600.00
Special Reserve	6,000.00
Undivided Earnings	4,453.33

	\$55,894.67
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 Roshanally H. Merchant  
 Treasurer

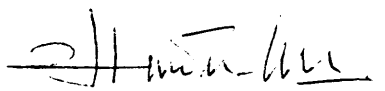
## CREDIT COMMITTEE REPORT 1991

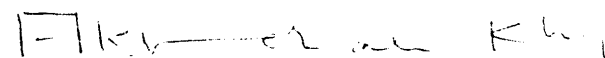
We are pleased to present to the Board of Directors and Membership a report of activities of the Credit Committee for the year 1991.

In compliance with the laws, regulations and policies of the Board in force at the time, all requests for loans were acted upon promptly. The Committee held meetings as often as was required to consider applications for loans. A total of 61 loan applications were processed in 1991 and the aggregate amount of such applications was \$419,000. All loans were unsecured and as of writing of this report, none of the loans is in default or delinquent.

As per recommendations of the Federal Examiner, relevant documents were requested from the applicants before consideration of their loan applications. We are pleased to report that the members complied with the request willingly.

The Credit Committee will continue to serve the membership to the best of its abilities in 1992. It will strive to provide lending services in accordance with the needs and requirements of the members, subject of course to the availability of funds and compliance with the guidelines and policies of the Board as well as rules and regulations of the regulating agency in force from time to time.

  
Haiderali Kajani  
Chairman

  
Akberali Khoja  
Secretary

## SUPERVISORY COMMITTEE REPORT 1991

We are pleased to report that as per provisions of the Federal Credit Union Act, an audit of the accounts of the Credit Union was conducted by an approved external auditor, Mr. David W. Cox. The audit exercise covered the period September 1, 1989 through August 31, 1991.

The audit exercise was performed in accordance with requirements of the Supervisory Committee Manual for Federal Credit Unions and it included such tests of the accounting records and other auditing procedures as are deemed necessary.

As per Mr. Cox's report, no gross discrepancies or violations of any kind were observed in the financial records of the Credit Union. It was also determined that the financial records of the Credit Union were maintained in accordance with existing laws and regulations.

Mr. Cox's one line remark speaks for itself, in which he says "the financial condition of the Credit Union during the review period indicates continued growth and financial improvement".



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Abdulali I. Poonawala  
Chairman

## BOARD OF DIRECTORS

Amiruddin S. Momin	Chairman
Rahematali J. Karimi	Vice-Chairman
Kassamali Momin	Secretary
Roshanally H. Merchant	Treasurer
Akberali I. Ghesani	Assistant Treasurer

## CREDIT COMMITTEE

Haiderali Kajani	Chairman
Akberali Khoja	Secretary
Abdul Hamid Gulamali	Member
Shams Faizullah	Member
Sultanali Sundrani	Member

## SUPERVISORY COMMITTEE

Abdulali I. Poonawala	Chairman
Shamsa Madhani	Member
Barkatali Keshani	Member

## MEMBERSHIP COMMITTEE

Mohammad Ali P. Momin	Chairman
Abdul Rahim Jamal	Member



*Nizari Progressive Federal Credit Union  
10803 Kinghurst, Suite #250  
Houston, Texas 77099*

*(713) 495-2826*

*Hours*

*Monday - Friday  
2:00 pm - 5:00 pm*