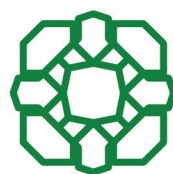




2017 ANNUAL REPORT



Platinum
Federal Credit Union

ANNUALREPORT 2017

FROM YOUR BOARD CHAIR AND CEO

What a Year we have had at PFCU. It has been full of excitement, energy, growth, member value creation and helping members afford life. It has been a pleasure to serve all of you and to be a partner in your progress. We cannot imagine that we are almost near the completion of the Diamond Jubilee year and what a wonderful year it has been. We would like to thank all the members who participated in the Diamond Jubilee Savings Challenge and we hope that you continue to save for your contribution or emergency savings or college or transfer of wealth to the next generation.

With your support and participation, we have been able to grow the institution from \$81.88 million at the end of 2016 to \$94.26 million at the end of 2017. The asset growth of 15.11% was matched by the loan growth of 15.36%. The total loans grew from \$61.57 million in 2016 to \$71.03 million in 2017. Number of unique members grew from 8,090 in 2016 to 8,644 in 2017. We added several new business accounts which allowed PFCU to grow its fee income and together with loan growth and control of operating expenses, we were able to grow the net worth by 18.39% to a total of \$8.07 million which brought the net worth ratio up to 8.56% as of yearend.

In addition to the financial growth, PFCU grew its Academic Scholarship Program award from \$55,000 in 2016 to \$70,000 in 2017. PFCU was able to award 28 Scholarships of \$2,500 each. Thanks to the continued partnership of Atlanta Retailers Association and other members of PFCU.

We introduced the all new Mobile App 3.0 which is the third major mobile app upgrade for PFCU. This newest version not only gave the state of the art look & feel with the newest login features of touch ID and face recognition, but also added new services such as mobile remote deposit capture, check images, and location based shared branch and surcharge free ATM locator. Additional features such as debit card on/off, voice application to integrate with Amazon and Google, and credit card integration are in the works. The new mobile app was launched with omni channel delivery in mind and hence we introduced the new online banking that mirrors the features as well as the look and feel of the mobile app. We will continue to add new features as mentioned above to both mobile and online platforms.

We increased the Signature, Personal and unsecured Business Loan limits from maximum of \$50,000 to \$100,000. We also increased the commercial real estate lending limit to \$1 million for internal loans and to \$10 million for participation loans. We launched the Knoxville, TN virtual branch that adds to the lineup of existing virtual branches located in Georgia, Florida, Virginia and Arkansas. Please continue to visit www.Platinum.CreditUnion for latest updates and specials as well as information on all products and services offered by your credit union.

Your credit union not only continues to innovate and grow, but also helps other Jamati institutions in the United States and other countries to create products and services to help members of the Jamat directly or via sharing of time and knowledge and best practices.

We would like to thank you for helping to make your credit union the success it is for all our members and the community we serve. We never forget that it is your Credit Union.

Sincerely,



Kabir Laiwalla
CEO



Kassemali Jinnah
Board Chair



Platinum
Federal Credit Union

LOAN COMMITTEE REPORT

It is the function of Loan Committee to ensure that the depositor's funds are put to the best use by lending it to fellow members. From the purchase of commercial property to an emergency loan and everything in between, Platinum Federal Credit Union makes funds available to all qualified members for any worthwhile purpose.

It is the Committee's task to handle each and every member's request in an equitable manner and to make loan decisions in accordance with PFCU's loan policies. The committee also reviews loan policies on an ongoing basis to meet the members' needs and to ensure compliance with NCUA and other laws and regulations. The Committee plays an important leadership role in providing financial counseling to members when necessary.

During the year 2017, PFCU loan portfolio grew by a remarkable 15.36% as members took advantage of various loans offered by the credit union. This year PFCU issued 1,275 loans to its members totaling to \$38.96 million in loan disbursed. PFCU's total outstanding loan balance reached \$71.03 million as of December 31, 2017 compared to \$61.57 million as of December 31, 2016. PFCU loan portfolio continues to grow, thanks to the participation from you. We have also streamlined our Student Lending and are looking forward to helping families with the cost of education through Scholarships as well as Student Loans.

Our residential real estate loan portfolio continues to grow, and we originated mortgage loans for new home purchase as well as refinance. We also originated several business real estate loans for which the limits have been increased to up to \$10 million. Due to growth in assets we were able to originate more commercial real estate loans and looking forward to helping more members own their commercial real estate.

We increased the lending limits for Signature, Personal and unsecured Business loans from \$50,000 to \$100,000. Several members have already taken advantage of this new limit that helps members expand their business or use the funds for home upgrades, etc.

PFCU offered two specials on its Platinum VISA® Credit Card balance transfer: a) 0% balance transfer fee with a low 2.99% APR for nine months and b) 2% balance transfer fee with 0% APR for nine months. We also offered interest rates as low as 1.99% on new and pre-owned auto loans. Several members took advantage of this offer and saved hundreds of dollars in interest on higher rate credit cards and auto loans with outside banks and credit unions. PFCU offers one of the lowest rate of as low as 9.90% on its VISA® Platinum credit cards.

PFCU also issued a number of Business MasterCard® which features ScoreCard® Cash Back Rewards program of up to 1% Cash Back on all qualified purchases. There is no maximum to the cash back rewards for PFCU Business Credit Card as other banks impose maximum cash back you can earn. PFCU offers credit limits of up to \$25,000 with as low as 9.99% APR interest rates on outstanding balances.

PFCU's loan delinquency ratio decreased a little to 0.59% in 2017 from 0.69% in 2016. PFCU's recovery committee continued to work with members who are facing difficulties to lower their payments by extending the terms of the loans. We have seen many borrowers step forward to pay their obligation towards the credit union, which shows loyalty of members towards our community owned credit union. I am pleased to have worked with five other truly dedicated volunteers: Mr. Nizar Ali, Mr. Nooruddin Mithani, Mr. Aryn Abdulla, Mr. Jaffar Lutfeali and Mr. Ebrahim Jaffer. I would also like to thank our Chief Lending Officer, Ms. Shaheen Mitha and our loan officers, for their hard work and support. On behalf of the Loan Committee, I wish to express our appreciation for your business.



Rahim Asani
Loan Committee
Chairman

SUPERVISORY COMMITTEE REPORT

The Supervisory Committee has two primary responsibilities:

1. To ensure that a comprehensive financial audit of the credit union is performed at least annually; and
2. To monitor the credit union's internal controls, assuring compliance with applicable laws, regulations, and the credit union's policies

For the year 2017 the supervisory committee engaged an independent qualified CPA audit firm to perform comprehensive financial audit of the credit union. The financial audit was performed as of December 31, 2017. The committee had also engaged Mauldin & Jenkins, CPA Firm to perform the compliance audit for the credit union. We are happy to report that PFCU is in compliance with all applicable laws and regulations. Additionally, NCUA examiners conduct an annual review of the credit union to evaluate the financial condition, the safety and the soundness of the credit union, and compliance with applicable laws and regulations. In the year 2017 NCUA has performed audits for PFCU and its member's compliance with the BSA rules and regulations. Both the NCUA and independent BSA auditors were satisfied with the compliance measures put in place by PFCU to deter risks.

As part of its responsibility to monitor the credit union's internal controls and compliance, the Committee oversees the internal audit function of the credit union. The supervisory committee performs auditing procedures to obtain reasonable assurance that internal controls are in place to protect member assets. The supervisory committee reviews and tests operational controls for adequate security and verifies Platinum Federal Credit Union's compliance with State, Federal and NCUA regulations and adherence to PFCU's own written policies and procedures.

Supervisory committee is confident that the Board of Directors are performing its duties and obligations in a conscientious manner. Working diligently and establishing operating policies, each member of the Board and staff has dedicated himself/herself towards the best interest of the membership. Additionally, CEO Kabir Laiwalla, CFO Daniel Caldwell, CCO Tony Pleasant, Operations Manager Donna Ezell and their staff have carried out their duties attentively and competently while being always mindful that the financial success and soundness of the credit union are top priorities.

The internal and external audits, regulatory examinations, and meetings with the credit union's management all indicate that the credit union's financial condition and its internal controls and procedures continue to be sound.

I would like to thank Mr. Nizar Motani and Mr. Moyees Merchant for volunteering their time and knowledge and being part of supervisory committee. I would also like to thank the staff of the credit union for another year of great performance.



Karim Kaisani
Chairman,
Supervisory
Committee

ANNUALREPORT 2017

CONSOLIDATED STATEMENTS OF FINANCIAL CONDITION DECEMBER 31, 2017 AND 2016

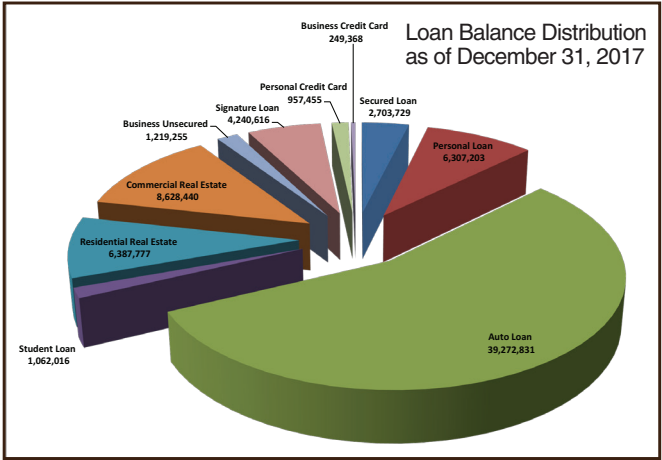
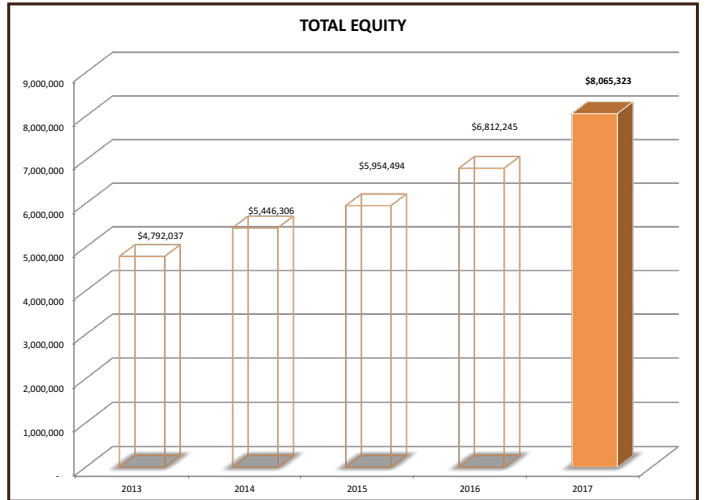
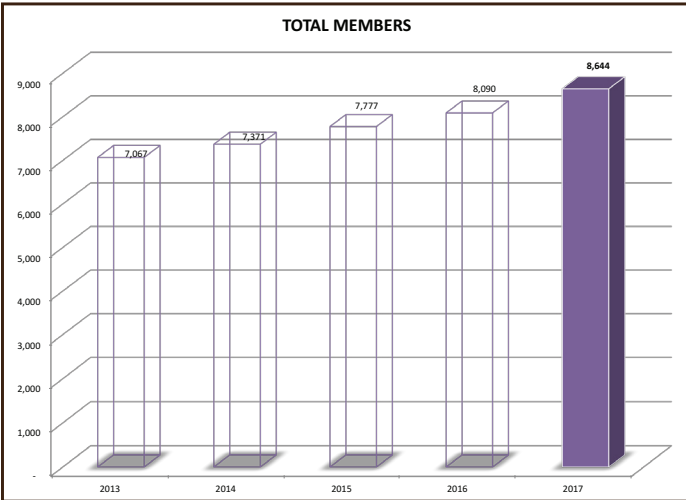
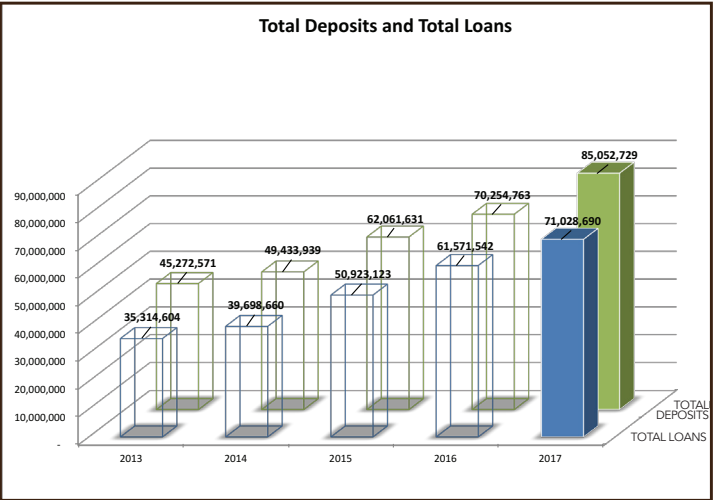
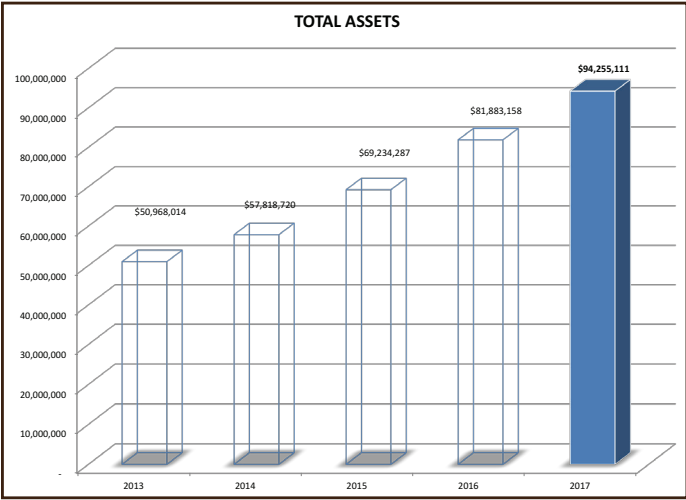
ASSETS	2017	2016	LIABILITIES	2017	2016
Cash and Equivalents	\$15,424,144	\$13,226,767	Accounts Payable and Other Liabilities	\$1,137,059	\$1,157,254
Receivables	15,160	12,666	Notes Payable	-	3,658,896
Loans to Members	60,931,627	53,179,712	Member Deposits		
Business Loans	10,097,063	8,391,830	Savings Accounts	19,356,879	16,345,240
Allowance for Loan Loss	(316,036)	(299,582)	Personal Checking	14,492,995	8,000,462
Investments			Business Checking	23,551,739	19,943,202
Certificate of Deposit	4,726,791	3,982,791	Money Market	12,474,731	11,290,062
Accrued Interest	207,214	218,189	Certificate of Deposit	11,640,221	11,244,803
NCUA Share Insurance Fund	674,908	604,873	IRA Accounts	886,254	750,446
Prepaid and Other Assets	146,588	105,489	College Saving Plan	2,649,911	2,680,548
Property, Equipment, and Furniture				85,052,729	70,254,763
Net of accumulated depreciation	2,347,652	2,460,423	Equity		
TOTAL ASSETS	\$94,255,111	\$81,883,158	Reserve Fund	900,000	900,000
			Undivided Earnings	7,165,323	5,912,245
				8,065,323	6,812,245
			TOTAL LIABILITIES AND EQUITY	\$94,255,111	\$81,883,158

CONSOLIDATED STATEMENTS OF OPERATIONS YEARS ENDED DECEMBER 31, 2017 AND 2016

REVENUE	2017	2016
Interest on Loans	\$3,086,683	\$2,658,010
Interest on Investments	94,375	51,996
Fees	1,968,498	1,924,958
Miscellaneous	148,337	147,801
	5,297,892	4,782,765
EXPENSES		
Salaries & Benefits	1,977,981	1,895,930
Office Occupancy Expenses	205,162	183,135
Office Operating Expenses	887,415	793,008
Loan Servicing Expenses	269,576	241,898
Professional & Outside Services	80,040	95,235
Marketing / Member Education	125,425	85,715
Misc. Operating Expenses	172,567	141,620
Provision for Loan Losses	26,000	160,000
	3,744,166	3,596,541
COST OF FUNDS		
Interest on Borrowings	\$6,539	\$172
Dividend Expenses	294,109	328,301
	300,648	328,473
NET OPERATING GAIN / (LOSS)	1,253,078	857,751
Extraordinary Gains and Losses	-	-
CONTRIBUTION TO CAPITAL	\$1,253,078	\$857,751

CASH FLOW

	12/31/17	12/31/16
Cash From Operating Activities:		
Net Income/Loss	\$1,253,078	\$857,751
Change in Other Assets	(86,200)	16,478
Change in Other Liabilities	(20,195)	(60,908)
Cash From Operating Activities	1,146,683	813,321
Cash From Investing Activities:		
Change in Investments	(744,000)	(1,192,000)
Change in Loans	(9,457,147)	(10,648,419)
Change in Fixed Assets	112,771	78,322
Cash From Investing Activities	(10,088,376)	(11,762,097)
Cash From Financing Activities:		
Change in Borrowings	(3,658,896)	3,658,896
Change in Deposits	14,797,966	8,193,132
Cash From Financing Activities	11,139,070	11,852,028
Net Change in Cash	\$2,197,376	\$903,252
Cash at beginning of the period	13,226,768	12,323,516
Cash at end of the period	15,424,144	13,226,768
Net Change in Cash	\$2,197,376	\$903,252



ANNUALREPORT 2017

PLATINUM FEDERAL CREDIT UNION Notes to Financial Statements December 31, 2017

Note 1-Significant Accounting Policies

Method of Accounting. The credit union financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

Investments. Platinum Federal Credit Union does not have Investment in securities. All its investments are in Shares, Deposits & CD's in Corporates; Credit Unions and Banks.

Loans to Members. Loans are reported in the Statement of Financial Condition at book value. Interest income is recognized over the term of the loan and is generally computed using the simple interest method.

Allowance for Loan Losses. This account represents the amount set aside by management to absorb probable loan losses which exist as this financial statement date related to loans currently outstanding. The Allowance for Loan Losses is derived from charges made to the Provision for Loan Losses adjusted by charge-offs, and net of recoveries. The Allowance for Loan Losses represents management's evaluation of various factors influencing the collectability of individual loans and management maintains it at a level adequate to absorb probable losses which exist today related to loans currently outstanding.

Premises and Furniture and Equipment. This account represents all other fixed assets. Premises and Furniture and Equipment are stated at cost. Depreciation is computed over the estimated useful lives of the related assets using the straight-line method of depreciation.

Income Taxes. The Platinum Federal Credit Union is exempt from federal and state income taxes in accordance with Section 501(c) of the Internal Revenue Code and Section 122 of the Federal Credit Union Act.

Dividend Expense. The dividend rate is set by the board of directors on a semi-annual basis for regular share accounts and dividends are charged to the Statement of Income when declared.

Note 2-Investments

Platinum Federal Credit Union does not have Investment in securities. All its investments are in Shares, Deposits & CD's in Corporates; CUs and Banks.

Note 3-Loans to Members

The composition of loans to members are as follows:

Secured Loan	2,703,729	3.81%
Personal Loan	6,307,203	8.88%
Auto Loan	39,272,831	55.29%
Student Loan	1,062,016	1.50%
Residential Real Estate Loan	6,387,777	8.99%
Commercial Real Estate Loan	8,628,440	12.15%
Business Unsecured Loan	1,219,255	1.72%
Signature Loan	4,240,616	5.97%
Personal Credit Card	957,455	1.35%
Business Credit Card	249,368	0.34%
Total Loans to Members	\$71,028,690	100.00%

Note 4-Allowance for Loan Losses

A summary of the changes in the Allowance for Loan Losses are as follows:

Balance on 1/1/2017	299,582
Add: Provision for Loan Losses Expense	26,000
Add: Recoveries on Charged-off Loans	34,561
Less: Charged-off Loans	(44,107)
Balance on 12/31/2017	\$316,036

Note 5-Other Assets & Prepaid and Fixed Assets

Other assets are summarized as follows:

Prepaid Expense	79,658
Security Deposit for Office Rent	1,500
Security Deposit for Credit Card Clearing	53,950
Security Deposit for Debit Card Clearing	11,480
Total Other Assets & Prepaid	\$146,588

Fixed assets are summarized as follows:

Land, Building and Improvements	2,718,380
Furniture and Fixtures	302,356
Data Processing Equipment	671,567
Total Cost	3,692,303
Accumulated depreciation	(1,344,651)
Net carrying amount	\$2,347,652

Note 6-Deposit Accounts

A summary of deposit accounts are as follows:

Savings Accounts	19,356,879	22.76%
Personal Checking Accounts	14,492,995	17.04%
Business Checking Accounts	23,551,739	27.69%
Money Market Accounts	12,474,731	14.67%
Certificate of Deposits	11,640,220	13.69%
IRA Accounts	886,254	1.04%
College Saving Plan	2,649,911	3.11%
Total Deposits	\$85,052,729	100.00%

Note 7 - Related Party Transactions

Loans to credit union officials and senior executive staff contain interest rates, terms, and collateral requirements comparable to those of other members.

	Number	Amount
Loans outstanding to Officials and senior executive staff	9	\$513,900

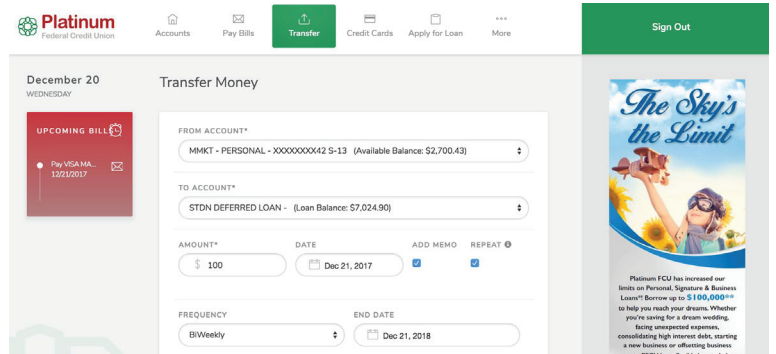
Note 8 - Commitments and Contingent Liabilities

Commitments to extend credit are agreements to lend to a member as long as there is no violation of any condition established in the contract. Commitments generally have fixed expiration dates or other termination clauses and may require payment of a fee. Because many of the commitments are expected to expire without being drawn upon, the total commitment amounts do not necessarily represent future cash requirements. The credit union evaluates each member's creditworthiness on a case-by-case basis. The amount of collateral obtained, if deemed necessary by the credit union upon extension of credit, is based on loan committee credit evaluation of the counterparty. Collateral held varies but may include consumer assets, real estate and member share balances.

A summary of unfunded commitments are as follows:

Revolving open-end lines secured by real estate	1,525,389
Credit Card lines	6,473,098
Unfunded Commitments for Share Draft LOC	201,948
Unfunded Commitments for Overdraft Protection	101,320
Total Unfunded Commitments	\$8,301,755

PICTURES FROM 2017 PFCU PROGRAMS & EVENTS



BOARD OF DIRECTORS



Kasemali Jinnah
Chairman



Ebrahim Jaffer
Vice Chairman



Nooruddin Mithani
Secretary



Fazal Manji
Treasurer



Rahim Asani
Director



Karim Kaisani
Director



Ali Jamal
Director



Aryn Abdulla
Director



Mushtaqali Kamruddin
Director

SUPERVISORY COMMITTEE



Karim Kaisani
Chairman



Nizar Motani
Member



Moyees Merchant
Member

RECOVERY COMMITTEE



Mushtaqali Kamruddin
Chairman



Nawroz Kapadia
Member

Salman Badrudlin
Member

Ali-Anis Kajami
Member

LOAN/CREDIT COMMITTEE



Rahim Asani
Chairman



Aryn Abdulla
Member



Nooruddin Mithani
Member



Nizar Ali
Member



Ebrahim Jaffer
Director



Jaffar Lutfali
Member

ORLANDO BRANCH MANAGEMENT COMMITTEE

Issa Kassam, Convenor
Salman Hamirani, Member
Noorali Pirani, Member
Faruq Jafri, Member

ARKANSAS MANAGEMENT COMMITTEE

Hussain Farista, Convenor
Azmina Merchant, Member
Hussain Jivani, Member

ATLANTA NORTHWEST MANAGEMENT COMMITTEE

Jaffar Lutfali, Convenor
Munavar Madadali, Member
Fatima Virani, Member

TAMPA MANAGEMENT COMMITTEE

Nadirshah Rattani, Convenor
Afrose Kalani, Member
Abdula Khoja, Member
Taimoor Gillani, Member

ALABAMA BRANCH MANAGEMENT COMMITTEE

Rahim Budwani, Convenor
Anisha Rahim, Member
Nizar Batada, Member
Qahir Tharani, Member
Nazleen Walji, Member
Rubina Charania, Member
Hussain Hussain, Member

KNOXVILLE MANAGEMENT COMMITTEE

Karim Boghani, Convenor
Rafiq Virani, Member

VIRGINIA MANAGEMENT COMMITTEE

Ali Ravji, Convenor
Nilufa Jiwa, Member
Aslam Gillani, Member
Ashraf Sangani, Member

ATLANTA SOUTH MANAGEMENT COMMITTEE

Aryn Abdulla, Convenor
Salima Peerani, Member
Nooruddin Kaja, Member

SENIOR MANAGEMENT

Kabir Laiwalla
Chief Executive Officer
Daniel Caldwell
Chief Financial Officer
Shaheen Mitha
Chief Lending Officer
Tony Pleasant
Chief Compliance Officer

BACK OFFICE STAFF

Donna Ezell
Operations Manager
Cassandra Plater
Compliance Associate
Perviz Walji
Compliance Associate
Gulzar Hussain
Accountant
Gulnar Gulamali
Accountant
Khatija Roy
Accountant
Amber Bava
Collection Officer
Sharmin Virani
Remote Capture Services
Alison Merchant
Remote Capture Services

LILBURN BRANCH

Farida Perani
Branch Manager
Noureen Mithani
Loan Officer
Sehreena Ali
Member Services
Salma Samani
Head Teller
Salma F. Khimani
Teller
Shahnaz Budhwani
Teller
Alikhan Ladhani
Teller
Shyroz Singh
Teller
Jasmine N Terrel
Teller
Munira Lakhani
Teller

ORLANDO BRANCH

Nazneen Remtulla
Office Manager

DECATUR BRANCH

Karima Dayani
Branch Manager
Zehra Gilani
Loan Officer
Nasir Nanjee
Loan Officer
Rosmin Panjwani
Member Service Rep.
Reshma Surti
Head Teller
Muhammad Asani
Assistant Head Teller
Shamim Lakhdir
Teller
Amanuddin Rafizada
Teller
Anil A. Merchant
Teller

ALABAMA BRANCH

Noorin Fidai
Office Manager
Anila S. Sadruddin
Office Manager

SUGARLOAF BRANCH

Alka Kotak
Branch Manager
Karim Kamruddin
Loan Officer
Khairunishah Farishta
Head Teller
Monisha Roopani
Teller

Toll Free: 1-877-PFCU4YOU (732-8496) | Website: www.PlatinumFCU.org | Email: MemberService@PlatinumFCU.org

Lilburn Branch
4794 Lawrenceville Hwy NW
Lilburn, GA 30047
Telephone: 404-297-9797

Orlando Branch
7041 Grand National Drive, Suite 201
Orlando, FL 32819
Telephone: 404-637-0926 or 407-226-0720

Decatur Branch
1059 Mistletoe Road
Decatur, GA 30033
Telephone: 404-297-9797

Alabama Branch
2801 John Hawkins Pkwy, Suite 153N
Hoover, AL 35244
Telephone: 404-637-0925 or 205-403-8881

Sugarloaf Branch
2035 Sugarloaf Circle
Duluth, GA 30097
Telephone: 404-297-9797

