



Central Kentucky Agricultural Credit Association

640 South Broadway | PO Box 1290

Lexington, KY 40588-1290

859.253.3249 | AgCreditOnline.com

PRESORTED
FIRST-CLASS MAIL
U.S. POSTAGE PAID
COLUMBIA SC
PERMIT 785

Stockholder Information

TIME SENSITIVE

Please Open Immediately

OFFICIAL NOTICE

2019 ANNUAL STOCKHOLDERS' MEETING



Farming is your business; serving you is ours.

Serving 17 Counties in The Heart of Kentucky

Anderson • Bourbon • Boyle • Clark • Fayette • Franklin • Garrard • Harrison • Jessamine
Lincoln • Madison • Marion • Mercer • Montgomery • Scott • Washington • Woodford

ANNUAL MEETING INFORMATION STATEMENT

The Board of Directors has scheduled two sectional meetings for your convenience as follows:

Lexington, KY
Monday night, February 25, 2019
6:00 p.m.
Fayette County Extension Office
1140 Harry Sykes Way
(same location off Red Mile Road)

Danville, KY
Tuesday night, February 26, 2019
6:00 p.m.
Boyle County Extension Office
99 Corporate Drive
(Behind Bluegrass Community and
Technical College — Danville Campus)

The registration will begin at 5:30 p.m. and the buffet line will open at 6:00 p.m. Dinner will be followed by a business meeting which will include the election of one director, election of the 2020 Nominating Committee, directors' report, financial report, remarks about the current position of your Association and other business properly presented for consideration.

You and your spouse or guest are invited to attend. Please return the enclosed reservation card by Friday, February 15th, 2019, so we may make the necessary arrangements for the meal.

The Annual Meeting Information Statement, which includes the Report of the Nominating Committee, is enclosed. The 2018 Third Quarter Report is available at any office location. The 2018 Annual Report will be mailed on or before March 28, 2019. We look forward to seeing you at the Annual Meeting.

In accordance with Farm Credit Administration (FCA) regulations 620.21, the following information must be provided to stockholders:

REPORT OF NOMINATING COMMITTEE

The Nominating Committee of the Central Kentucky Agricultural Credit Association composed of Tyler Buckley, Robert Eads, III, Zack Ison, J. Roger Jones, III, and Joseph Tyler Mattingly, met January 16th, 2019 in the conference room of the Administrative Office of Central Kentucky Agricultural Credit Association, Lexington, Kentucky, to consider eligible Class C stockholders as nominees for director position. Also present was James W. Caldwell, President and Chief Executive Officer who reviewed with the Nominating Committee the Association Bylaws concerning the number and qualifications of Directors and Association standards of conduct for Directors, including Nepotism.

The Committee selected Robert Eads to serve as Chairperson and Zack Ison to serve as Secretary.

Let the minutes reflect that the Committee went into executive session and the President nor any Association employee was present when the Nominating Committee deliberated to select nominees.

Names from the available Class C stockholders listing were considered for the Director position and the following persons were nominated for Position I, with their names to be placed on the ballot in alphabetical order (by last name):

POSITION I
Patrick Higginbotham
Shannon Snapp

The Nominating Committee also nominated the following persons to be voted on as a Nominating Committee for 2020 with their names to be placed on the ballot in alphabetical order (by last name):

William David Cartinhour Jr.
Lincoln Clifford

Richard Stephen Mayes
George McCain
Beau R. Neal

Jasper Pearson
Teresa C. Reed

The five candidates who receive the most votes are elected as members of the Nominating Committee and the remaining candidates are elected as alternates. Further nominations may be made from the floor, at the first session only, of the Annual Meeting to be held in Lexington, Kentucky on February 25, 2019.

ANNUAL MEETING INFORMATION STATEMENT

POSITION I — Position I is a four year term

Patrick N. Higginbotham, 4552 Military Pike, Lexington, KY, Fayette County

Patrick and his wife Erica, own and farm 105 acres in Fayette County. They run a horse boarding operation with 35 horses and produce 4-5,000 square bales of hay per year.

Patrick grew up on a farm in Columbia, Kentucky and has been farming on his own for 10 years. He works full-time as a pharmacist for the Veterans Administration Hospital in Lexington. He is also an adjunct faculty member at the University of Kentucky College of Pharmacy.

Mr. Higginbotham serves on the local Farm Bureau Board for Fayette County.

Patrick graduated from Adair County High School in Columbia, Kentucky. He completed prerequisites and doctoral degree in Pharmacy from the University of Kentucky. Patrick is 41 years old. He is an active member of Trinity Christian Fellowship in Lexington where he serves as a deacon. Patrick and wife Erica have three children.

Shannon Snapp, 2336 Union City Road, Richmond, KY, Madison County

Shannon and his wife Danna own and farm 210 acres in Madison County. As part time farmers, they run a 50 head commercial cow/calf operation which consists primarily of Angus cattle. Both have been involved in farming for most of their lives, having grown up on family tobacco and cattle farms.

Shannon is a 1996 graduate of Eastern Kentucky University where he earned a bachelors degree in Computer Information Systems. He also served in the Kentucky Army National Guard for 8 years during and after college. Mr. Snapp has worked for Toyota Motor Manufacturing North America since 1995 where he has held various management positions in the Information Technology department for the past 18 years. In addition, Mr. and Mrs. Snapp own and operate a residential rental property business where they own and manage 30+ rental properties as well as a residential new home construction business.

Mr. Snapp is a graduate of Leadership Madison County, has served on the ECU Computer Science Advisory Board, and has been heavily involved with youth athletics and coaching. He is a member of the Kentucky Cattlemen's Association.

Shannon is 44 years old. He and Danna have 2 sons. They are active members of the Union City Christian Church where Shannon serves as a deacon and Danna is the church secretary.

ANNUAL MEETING INFORMATION STATEMENT

1. A. The 2019 Annual Stockholders Meeting of Central Kentucky Agricultural Credit Association (the Association) will be held in two sectional meetings as follows:

Lexington, KY: Monday night, February 25, 2019, 6:00 p.m. Fayette County Extension Office 1140 Harry Sykes Way	Danville, KY: Tuesday night, February 26, 2019, 6:00 p.m. Boyle County Extension Office 99 Corporate Drive
--	--
- B. Each voting stockholder shall be entitled to only one vote regardless of the number of single loans, joint loans or legal entity loans the stockholder may have with the Association.
2. As of December 31, 2018, there were 3,160 eligible voting stockholders. All voting stockholders as of February 25, 2019 will be eligible to vote upon the candidates for director position and candidates for the 2020 Nominating Committee as referenced in the Nominating Committee Report.
3. The Report of the Nominating Committee is hereby incorporated by reference.
4. No incumbent director attended fewer than 75 percent of the total of Association Board meetings or any Board committee meetings on which he served during the last fiscal year.
5. The following are the present members of the Association Board of Directors:
 - James Alvin Lyons**
Age 61, serving a four year term expiring in 2020. Mr. Lyons was first elected to the Board in 2001. Mr. Lyons raises tobacco, corn, alfalfa, stocker cattle and has cow/calf operation.
 - James C. Rankin III**
Age 62, serving a four year term expiring in 2020. Mr. Rankin was first elected to the board in 2012. Mr. Rankin raises soybeans, wheat and alfalfa and has a cow/calf operation. Mr. Rankin raises, boards, trains and races thoroughbred horses.
 - James L. May**
Age 69, serving a four year term expiring in 2019. Mr. May was first appointed to the board in 1990. Mr. May raises corn, beans, wheat and stocker cattle.
 - Joe Myers**
Age 55, serving a four year term expiring in 2022. Mr. Myers was first elected to the Board in 2014. Mr. Myers raises purebred Angus cattle.
 - Lee Hood**
Age 36, serving a four year term expiring in 2021. Ms. Hood was first elected to the Board in 2017. Ms. Hood raises hay and cattle, and is the Chief Financial Officer for Clements Ag Supply in Springfield.
 - Mary-Lynn Hinkel**
Age 61, elected by Board of Directors as Outside Director in 2014, pursuant to the Agricultural Credit Act of 1987. Ms. Hinkel's term will expire in 2020.
 - Dan Grigson**
Age 65, elected by Board of Directors as Outside Director in 2017 pursuant to the Agricultural Credit Act of 1987. Mr. Grigson's term will expire in 2021.
6. No director has resigned or declined to stand for re-election during the last fiscal year due to a policy disagreement with the Board.
7. The Employee and Director loans of the Association are regulated by the Standards of Conduct - Employee Policy and Standards of Conduct - Director Policy respectively, as adopted by the Association Board of Directors and last revised on January 1, 2017 and December 15, 2011, respectively.


ANNUAL MEETING INFORMATION STATEMENT

8. The Association has had loans outstanding during the last full fiscal year to date to its directors and nominees for directors that;
 - A. Were made in the ordinary course of business; and
 - B. Were made on the same terms, including interest rate, amortization schedule and collateral, as those prevailing, at the time for comparable transactions with other persons; and
 - C. Did not involve more than the normal risk of collectability.
9. No director, senior officer or nominee for director of the Association during the last five (5) years;
 - A. Filed a petition under the federal bankruptcy laws or any state insolvency law was filed by or against, or a receiver, fiscal agent, or similar officer was appointed by a court for the business or property of such person, or any partnership in which such person was a general partner at or within 2 years before the time of such filing, or any corporation or business association of which such person was a senior officer at or within 2 years before the time of such filing;
 - B. Been convicted in a criminal proceeding or is a named party in a pending criminal proceeding;
 - C. Been the subject of any order, judgment, or decree which suspended permanently or temporarily, their engagement in any type of business practice.
10. Nominees for Director may come from any county, except a county where an active director lives, whose term is not expiring. Nominations can be made from the floor, but may only be made at the first session of the Annual Stockholders Meeting.

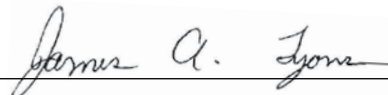
In the case of a tie vote between two candidates for a director position, the tie shall be broken by a flip of a coin administered by the Tellers Committee.

Nominees for the 2020 Nominating Committee shall include at least one candidate from each branch office. The five candidates who receive the most votes are elected as members of the Nominating Committee and the remaining candidates are elected as alternates. In the case of a tie vote between the fifth and sixth candidates, the tie shall be broken by a flip of a coin.

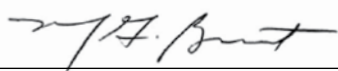
Any nominee from the floor will require disclosure in accordance with FCA regulations 620.21 which requires compliance with FCA regulations 620.6(e) and (f) in writing at the first sectional meeting of the Annual Stockholders Meeting, if sectional meetings are held. Copies of these FCA regulations can be obtained at the Association's Administrative Office upon request.
11. By regulation, the Association must remain impartial and can neither endorse nor oppose any candidate.
12. The 2018 Third Quarter Report, ending September 30, 2018 should be used as supplemental information to the 2017 Annual Report provided to the Stockholders. The 2018 Annual Report will be mailed to the Stockholders on or before March 28, 2019.
13. We, the undersigned, certify that this statement has been prepared in accordance with the applicable statutory and regulatory requirements and the information contained herein is true, correct, and complete to the best of our knowledge and belief.



James W. Caldwell
President and Chief
Executive Officer

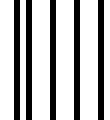


James A. Lyons
Chairman
Board of Directors

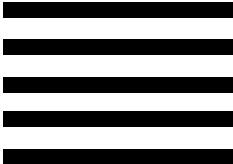


Marcus G. Barnett
Chief Financial Officer

February 7, 2019



NO POSTAGE
NECESSARY
IF MAILED
IN THE
UNITED STATES



BUSINESS REPLY MAIL
FIRST-CLASS MAIL PERMIT NO. 2560 LEXINGTON, KY

POSTAGE WILL BE PAID BY ADDRESSEE

CENTRAL KENTUCKY AGRICULTURAL CREDIT ASSOCIATION
PO BOX 1290
LEXINGTON KY 40588-9923



I will attend: Monday 02/25/19 Lexington _____

Tuesday 02/26/19 Danville _____

Please reserve dinner for: one _____ two _____

Print Your Name _____

Your Branch Office _____

Please return by February 15, 2019.

**Please fill
out card
and return
only if you
plan to
attend.**