



Central Kentucky Agricultural Credit Association

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Lexington, KY 40588-1290

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Stockholder Information

TIME SENSITIVE

Please Open Immediately

CENTRAL KENTUCKY AGRICULTURAL CREDIT ASSOCIATION

OFFICIAL NOTICE

2021

ANNUAL STOCKHOLDERS' MEETING

You are cordially invited* to attend the 2021 Virtual Annual Stockholders Meeting

Monday, March 1, 2021

1:00 p.m.

www.AgCreditOnline.com/AnnualMeeting

The virtual meeting will include the following:

Invocation

Call to Order

Introduction of Directors

Reading of Minutes

Report of the Nominating Committee

Floor Nominations

Service Recognitions

Directors' Report

Financial and Association Report

Adjournment

** If you don't have access to e-commerce, but would like to access the meeting by conference call or other method, please contact Lisa Adams at 859-253-3249 by Friday, February 26, 2021.*



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ANNUAL MEETING INFORMATION STATEMENT

VOTING ELIGIBILITY

All eligible Class "C" voting stockholders will be mailed a ballot following the virtual annual meeting. As of December 31, 2020, the number of Class "C" stockholders entitled to vote was 3,539. All Class "C" stockholders of record on December 31, 2020 (or a subsequent date if a more current record can be utilized) will be eligible to vote.

MAIL BALLOTING

Election ballots will be mailed to all eligible Class "C" voting stockholders within ten business days following the virtual annual meeting. There will also be an option for online voting. Biographical information on director nominees will be included with the ballot. The election polls will be closed at the twentieth business day following the date on which ballots are mailed to voting stockholders. After polls are closed, an independent third party will tally the ballots. The results of the election will be posted on the Association website and published in the Ag Credit *LEADER* magazine.

In accordance with Farm Credit Administration (FCA) regulation 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 James B. Gilbert, William David Humes, Melody Sparks, George VanHook, Jr., and William Kevin Vaughn met January 12, 2021 in the conference room of the Administrative Office, Lexington, Kentucky with a virtual option. 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 the Association Standards of Conduct for Directors.

The Committee selected James B. Gilbert to serve as Chairperson and Melody Sparks 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
Byron "Barry" Drury
Lee Hood

The Director position is a four year term.

The Nominating Committee also nominated the following persons to be voted as a Nominating Committee for 2022, with their names to be placed on the ballot in alphabetical order (by last name):

Jacob Crider
David Goodlett

Amanda Lewis Hall
Gregory Harris
Nick Rogers

Dewayne Ruckel
Jacob Sea

ANNUAL MEETING INFORMATION STATEMENT

POSITION I — Position I is a four-year term



Byron "Barry" Drury – 500 Elliston Lane, Versailles, Kentucky – Woodford County

Mr. Drury and his wife, Regina Curtis Drury, farm 150 acres in Woodford County. He is a part-time farmer, born and raised in Woodford County. Barry raises alfalfa, timothy, orchardgrass, and bluegrass hay that is marketed to area horse and cattle farms. He also has a small herd of 22 cows and calves.

Mr. Drury previously served as Vice President of Member Services for Blue Grass Energy Cooperative in Nicholasville. He was responsible for the Member Service Representatives, Dispatch, Marketing, and Communications for the cooperative. After 32 years of service, Barry retired recently and is now focusing his efforts on the farm, rental units, and lawn seeding business.

Mr. Drury won first place in the National Forage Spokesperson competition at the American Forage and Grassland Council in 2008 and received the Kentucky Forage and Grassland Council "Grassroots" award in 2012. He also served as President of the Woodford County Chamber of Commerce in 2000 and President of the Anderson County Chamber of Commerce in 2003. Barry currently serves on the board of directors for Woodford County Farm Bureau, serving as president in 2008. He also serves as a director on the Woodford County Planning and Zoning Board and as a director for the Kentucky Forage and Grassland Council.

Mr. Drury is 57 years old. Barry is a graduate of the University of Kentucky with a Bachelor of Science degree in Agriculture studying Agricultural Economics. Barry and Regina have two children. The family are members of Southland Christian Church in Nicholasville.



Lee Hood – 506 N. Doctor Street, Springfield, Kentucky – Washington County

Ms. Hood and her fiancé, JP Blandford, own 250 acres and lease an additional 650 acres. Their farming operation consists of 170 commercial cow-calf pairs, 300 backgrounded feeder calves, and hay production. Ms. Hood grew up on her family's 1,700 acre beef cattle and row crop farm, and today is a part-time farmer.

Ms. Hood works full-time as the Chief Financial Officer for Clements Ag Supply Inc., a large retail agri-business in Springfield, where she performs all accounting functions and manages the Pioneer seed business. She and JP recently purchased the feed, animal health, farm supply, and gooseneck trailer portion of the store and will operate their own business as Blandford Mills, LLC.

Ms. Hood is completing her first term on the Central Kentucky Ag Credit Board of Directors and currently serves as Chair of the Ag Credit Board Audit Committee. Ms. Hood is the former Chair of the Washington County Phase One Board and is a graduate of the Kentucky Cattlemen's Association Leadership Program. Ms. Hood is also the past President of the Washington County Cattlemen's Association, former treasurer of the St. Dominic School PTO and budget committee, and has competed in Kentucky Farm Bureau Young Farmer contests. In her spare time she assists local Washington County farmers with their record keeping.

Ms. Hood is 38 years old. She is a graduate of the University of Kentucky with a Bachelor of Science degree in Accounting. She and JP together have six children. The family are members of the St. Dominic Catholic Church in Springfield.

ANNUAL MEETING INFORMATION STATEMENT

1. A. The 2021 Annual Stockholders Meeting of Central Kentucky Agricultural Credit Association (the Association) will be virtual. More information can be found on www.AgCreditOnline.com/AnnualMeeting.
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, 2020, there were 3,539 eligible voting stockholders. All voting stockholders as of this date (or a subsequent date if a more current record can be utilized) will be eligible to vote upon the candidates for the Director position and candidates for the 2022 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 Association Board meetings or any Board committee meetings on which he or she served during the last fiscal year.
5. The following are the present members of the Association Board of Directors:
 - Dan Grigson**
Age 67, 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.
 - Patrick Higginbotham**
Age 43, serving a four year term expiring in 2023. Mr. Higginbotham was first elected to the board in 2019. Mr. Higginbotham owns a horse boarding operation and is a Pharmacist.
 - Mary-Lynn Hinkel**
Age 63, 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 2024.
 - Lee Hood**
Age 38, serving a four year term expiring in 2021. Ms. Hood was first elected to the Board in 2017. Ms. Hood raises cattle and hay, and is the Chief Financial Officer for Clements Ag Supply in Springfield.
 - James Alvin Lyons**
Age 63, serving a four year term expiring in 2024. Mr. Lyons was first elected to the Board in 2001. Mr. Lyons raises corn, alfalfa, stocker cattle and has cow/calf operation.
 - Joe Myers**
Age 57, serving a four year term expiring in 2022. Mr. Myers was first elected to the Board in 2014. Mr. Myers raises purebred Angus cattle.
 - James C. Rankin III**
Age 64, serving a four year term expiring in 2024. 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.
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.
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.

ANNUAL MEETING INFORMATION STATEMENT

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 for any open position. Nominations from the floor must be made and seconded by a voting stockholder and accepted by the nominee. The identity of the parties will be verified by phone using the number on file for the stockholder. To update or confirm a stockholder phone number in advance of the meeting, please contact Lisa Adams at 859-253-3249.

Any nominee from the floor will require disclosure in accordance with FCA regulation 620.21 which requires compliance with FCA regulation 620.6(e) and (f) in writing prior to being placed on the ballot. Copies of these FCA regulations can be obtained at the Association's Administrative Office upon request.

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

Nominees for the 2022 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.

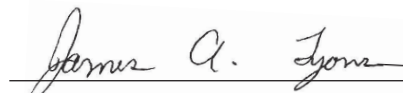
11. By regulation, the Association must remain impartial and can neither endorse nor oppose any candidate.

12. The 2020 Third Quarter Report, ending September 30, 2020 should be used as supplemental information to the 2019 Annual Report provided to the Stockholders. The 2020 Annual Report will be mailed to the Stockholders on or before March 30, 2021.

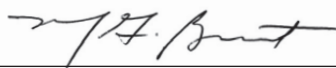
13. We, the undersigned, certify that this statement has been prepared in accordance with the applicable statutory and regulatory requirements and the information contained herein is true, correct, and complete to the best of our knowledge and belief.



James W. Caldwell
President and Chief
Executive Officer



James A. Lyons
Chairman
Board of Directors



Marcus G. Barnett
Chief Financial Officer

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The logo for AG CREDIT features the text "AG CREDIT" in a bold, black, serif font. The text is centered within a black, horizontally-oriented oval shape that has a slight shadow or gradient effect, giving it a three-dimensional appearance.

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