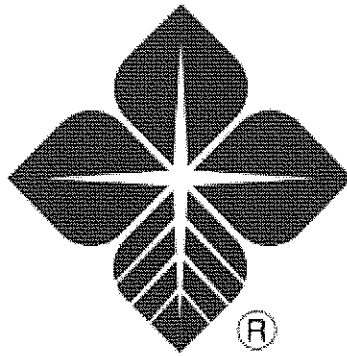


Farm Credit of Central Oklahoma, ACA



Quarterly Report
March 31, 2009

The shareholders' investment in Farm Credit of Central Oklahoma, ACA is materially affected by the financial condition and results of operations of U.S. AgBank, FCB (AgBank). The 2008 U.S. AgBank Annual Report to Shareholders, the 2008 U.S. AgBank District Annual Report to Shareholders, the U.S. AgBank quarterly shareholders' reports and the U.S. AgBank District quarterly shareholders' reports are available on AgBank's web site, www.usagbank.com, or may be obtained at no charge by visiting or calling Farm Credit of Central Oklahoma, ACA, 509 West Georgia, P.O. Box 910, Anadarko, Oklahoma 73005, or by calling 405-247-2421 or 1-800-585-2421.

MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS

(Dollars in Thousands, Except as Noted)
(Unaudited)

The following commentary summarizes the principal aspects of the financial position and results of operations of Farm Credit of Central Oklahoma, ACA for the quarter ended March 31, 2009, with comparisons to the prior year and prior quarter. You should read these comments with the accompanying financial statements and footnotes, along with other disclosures contained in this report and the 2008 Annual Report to Shareholders. The accompanying financial statements were prepared under the oversight of our Audit Committee.

General economic conditions in the area remained stable during the first quarter of 2009 but did decline from one year ago. To date, Oklahoma avoided much of the severe economic decline that distressed other parts of the country but some economic erosion is now becoming evident. Agricultural conditions in the area are generally unchanged since year end. Adequate moisture in most areas of the territory and satisfactory growing conditions provided the necessary components for sufficient wheat pasture and other pastures which benefit the local beef industry. Beef prices declined somewhat compared to one year ago but have improved since year end. The condition of the area wheat crop is mixed due to freeze damage which affected some wheat varieties. The extent of the damage has yet to be determined but overall production is expected to decrease somewhat. Cash wheat prices declined significantly from one year ago but have improved since year end and currently remain above the historical average.

LOAN PORTFOLIO

Loans outstanding at March 31, 2009 totaled \$94,084, an increase of \$980, or 1.05%, from loans of \$93,104 at December 31, 2008. The increase was primarily due to new mortgage loans originated during the period and seasonal disbursements on commercial operating loans.

RESULTS OF OPERATIONS

Net interest income for the three months ended March 31, 2009 was \$623, a decrease of \$65, or 9.45%, from the same period ended one year ago. Interest income decreased primarily as a result of lower earnings on our own funds resulting in a lower net interest margin.

Net income for the three months ended March 31, 2009 was \$268, a decrease of \$192, or 41.74%, from the same period ended one year ago. This is primarily due to lower net interest income discussed above, decreased cash patronage distribution from U.S. AgBank and increased non interest expense.

We have been notified by AgBank that they have changed their patronage program whereby patronage will be paid annually, after the end of the year, to its members. Previously, AgBank paid patronage quarterly. As a result, our quarterly earnings compared to the previous period will be negatively impacted during 2009.

CAPITAL RESOURCES

Our shareholders' equity at March 31, 2009 was \$26,538, a decrease from \$26,765 at December 31, 2008. This decrease is primarily due to borrower patronage distributions partially offset by net income.

The undersigned certify they have reviewed this report, this report has been prepared in accordance with all applicable statutory or regulatory requirements and the information contained herein is true, accurate, and complete to the best of his or her knowledge and belief.

Signature on File

Ricky Carothers
Chairman of the Board
April 17, 2009

Signature on File

Blake Byrd
President and CEO
April 17, 2009

Signature on File

Linda Taggart
Vice President and CFO
April 17, 2009

NOTES TO FINANCIAL STATEMENTS
(Dollars in Thousands, Except as Noted)
(Unaudited)

NOTE 1 - ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES

A description of the organization and operations of Farm Credit of Central Oklahoma, ACA (the Association), the significant accounting policies followed, and the financial condition and results of operations as of and for the year ended December 31, 2008, are contained in the 2008 Annual Report to Shareholders. These unaudited first quarter 2009 financial statements should be read in conjunction with the 2008 Annual Report to Shareholders.

The accompanying financial statements contain all adjustments necessary for a fair presentation of the interim financial condition and results of operations, and conform to generally accepted accounting principles and prevailing practices within the banking industry. The results for the three months ended March 31, 2009, are not necessarily indicative of the results to be expected for the year ended December 31, 2009.

NOTE 2 - LOANS AND ALLOWANCE FOR LOAN LOSSES

A summary of the allowance for loan losses follows.

	March 31, 2009	March 31, 2008
Balance at beginning of year	\$ 430	\$ 297
Loan loss reversal	(17)	(26)
Balance at end of period	\$ 413	\$ 271

Impaired loans are loans for which it is probable that all principal and interest will not be collected according to the contractual terms. The following presents information relating to impaired loans including accrued interest.

	March 31, 2009	March 31, 2008
Impaired loans with related allowance	\$ 849	\$ 171
Impaired loans with no related allowance	996	0
Total impaired loans	\$ 1,845	\$ 171
Allowance on impaired loans	\$ 186	\$ 0

The following table summarizes impaired loan information.

	For the three months ended March 31, 2009	March 31, 2008
Average impaired loans	\$ 1,769	\$ 220
Interest income recognized on impaired loans	\$ 5	\$ 14

NOTE 3 - CAPITAL

In January 2009, a borrower cash patronage in the amount of \$496 was declared for FLCA real estate mortgage loan customers. The patronage resolution stated that the patronage will be paid prior to March 31, 2009.

NOTE 4 – FAIR VALUE MEASUREMENTS

SFAS No. 157 defines fair value as the exchange price that would be received for an asset or paid to transfer a liability in an orderly transaction between market participants in the principal or most advantageous market for the asset or liability. See Note 2 to the 2008 Annual Report to Shareholders for a more complete description.

Assets and liabilities measured at fair value on a recurring basis are summarized below:

	Fair Value Measurement Using			Total Fair Value
	Level 1	Level 2	Level 3	
Assets:				
Assets held in nonqualified benefits trusts	\$ 132	\$ -	\$ -	\$ 132
Total assets	\$ 132	\$ -	\$ -	\$ 132

Assets and liabilities measured at fair value on a non-recurring basis at March 31, 2009 for each of the fair value hierarchy values are summarized below:

	Fair Value Measurement Using			Total Fair Value	Total Gains/(Losses)
	Level 1	Level 2	Level 3		
Assets:					
Loans	\$ -	\$ -	\$ 646	\$ 646	\$ -

Valuation Techniques

As more fully discussed in Note 2 to the 2008 Annual Report to Shareholders, SFAS No. 157 establishes a fair value hierarchy, which requires an entity to maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value. The following presents a brief summary of the valuation techniques used for the Association's assets and liabilities.

Assets Held in Non-Qualified Benefits Trusts

Assets held in trust funds related to deferred compensation and supplemental retirement plans are classified within Level 1. The trust funds include investments that are actively traded and have quoted net asset values that are observable in the marketplace.

Loans

For certain loans evaluated for impairment under SFAS No. 114, the fair value is based upon the underlying collateral since the loans were collateral dependent loans for which real estate is the collateral. These loans are generally classified as Level 3.

FARM CREDIT OF CENTRAL OKLAHOMA, ACA
CONSOLIDATED STATEMENT OF CONDITION
(Dollars in Thousands)

	March 31 2009	December 31 2008
	UNAUDITED	AUDITED
ASSETS		
Loans	\$ 94,084	\$ 93,104
Less allowance for loan losses	413	430
Net loans	93,671	92,674
Cash	327	136
Accrued interest receivable	1,894	1,668
Investment in U.S. AgBank, FCB	2,224	2,224
Premises and equipment, net	196	169
Prepaid benefit expense	207	230
Other assets	209	240
Total assets	\$ 98,728	\$ 97,341
LIABILITIES		
Note payable to U.S. AgBank, FCB	\$ 70,248	\$ 68,449
Advance conditional payments	249	182
Accrued interest payable	1,224	1,265
Accrued benefits liability	103	102
Other liabilities	366	578
Total liabilities	72,190	70,576
Commitments and contingencies		
SHAREHOLDERS' EQUITY		
Protected borrower stock	6	6
Capital stock	591	593
Unallocated retained earnings	25,990	26,218
Other comprehensive loss	(49)	(52)
Total shareholders' equity	26,538	26,765
Total liabilities and shareholders' equity	\$ 98,728	\$ 97,341

The accompanying notes are an integral part of these financial statements.

FARM CREDIT OF CENTRAL OKLAHOMA, ACA
CONSOLIDATED STATEMENT OF INCOME
(Dollars in Thousands)

UNAUDITED	For the three months ended March 31	
	2009	2008
INTEREST INCOME		
Loans	\$ 1,496	\$ 1,525
Total interest income	1,496	1,525
INTEREST EXPENSE		
Note payable to U.S. AgBank, FCB	873	835
Other	-	2
Total interest expense	873	837
Net interest income	623	688
Loan loss reversal	(17)	(26)
Net interest income after loan loss reversal	640	714
NONINTEREST INCOME		
Loan fees	4	17
Patronage distribution from U.S. AgBank, FCB	47	105
Other noninterest income	8	8
Total noninterest income	59	130
NONINTEREST EXPENSE		
Salaries and employee benefits	235	180
Occupancy and equipment	11	13
Purchased services from AgVantis, Inc.	50	44
Farm Credit Insurance Fund premium	41	31
Supervisory and examination costs	9	9
Other noninterest expense	85	107
Total noninterest expense	431	384
Net income	\$ 268	\$ 460

FARM CREDIT OF CENTRAL OKLAHOMA, ACA
CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
(Dollars in Thousands)

UNAUDITED

	Protected Stock	Capital Stock	Unallocated Retained Earnings	Accumulated Other Comprehensive Income/(Loss)	Total Shareholders' Equity
Balance at December 31, 2007	\$ 10	\$ 596	\$ 25,362	\$ 40	\$ 26,008
Comprehensive income					
Net income			460		
Amortization of costs included in net periodic benefit cost				(2)	
Total comprehensive income					458
Effect of changing defined benefit plan measurement date			1		1
Stock issued	-	15			15
Stock retired	(2)	(11)			(13)
Patronage distributions: Cash			(465)		(465)
Balance at March 31, 2008	\$ 8	\$ 600	\$ 25,358	\$ 38	\$ 26,004
Balance at December 31, 2008	\$ 6	\$ 593	\$ 26,218	\$ (52)	\$ 26,765
Comprehensive income					
Net income			268		
Change in retirement obligation				3	
Total comprehensive income					271
Stock issued	-	10			10
Stock retired	-	(12)			(12)
Patronage distributions: Cash			(496)		(496)
Balance at March 31, 2009	\$ 6	\$ 591	\$ 25,990	\$ (49)	\$ 26,538

The accompanying notes are an integral part of these financial statements.

FARM CREDIT OF CENTRAL OKLAHOMA, ACA
CONSOLIDATED STATEMENT OF CASH FLOWS
(Dollars in Thousands)

UNAUDITED

	For the three months ended March 31	
	2009	2008
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net income	\$ 268	\$ 460
Adjustments to reconcile net income to net cash provided by/(used in) operating activities:		
Depreciation	8	10
Loan loss reversal	(17)	(26)
Change in assets and liabilities:		
Increase in accrued interest receivable	(226)	(226)
Decrease in prepaid benefit expense	23	20
Decrease in other assets	31	4
Decrease in accrued interest payable	(41)	(29)
Increase/(Decrease) in accrued benefits liability	4	(4)
Decrease in other liabilities	(212)	(215)
Total adjustments	(430)	(466)
Net cash used in operating activities	(162)	(6)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Increase in loans, net	(980)	(3,349)
Expenditures for premises and equipment, net	(35)	(6)
Net cash used in investing activities	(1,015)	(3,355)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Net draw on note payable to U.S. AgBank, FCB	1,799	3,763
Increase/(Decrease) in advance conditional payments	67	(180)
Protected borrower stock retired	-	(2)
Capital stock retired	(12)	(11)
Capital stock issued	10	15
Cash patronage distributions paid	(496)	(465)
Adjustment due to SFAS 158 accounting change	-	1
Net cash provided by financing activities	1,368	3,121
Net increase/(decrease) in cash	191	(240)
Cash at beginning of year	136	766
Cash at end of period	\$ 327	\$ 526
SUPPLEMENTAL INFORMATION:		
Cash paid during the year for:		
Interest	\$ 914	\$ 866
SUPPLEMENTAL SCHEDULE OF NON-CASH INVESTING AND FINANCING ACTIVITIES:		
Change in accumulated comprehensive income/(loss)	\$ 3	\$ 2

The accompanying notes are an integral part of these financial statements.

FARM CREDIT OF CENTRAL OKLAHOMA, ACA

BOARD OF DIRECTORS

Rick Carothers, Chairman	Indiahoma
Alan Schenk, Vice Chairman	Chickasha
Larry Bridwell	Blanchard
Sam Mitchell	Fletcher
Bobby Tarp	Lexington

OFFICERS AND EMPLOYEES

Blake Byrd	President
Michael Prochaska	Vice President – Credit
Linda Taggart	Vice President - Finance
Arnold H. Johnson	Vice President
Russell B. Strecker	Vice President
Justin Rogers	Loan Officer
Recia Orme	Accountant
Sandy Jones	Loan Closer
Myrna Shook	Loan Accountant
Sarah Reynolds	Office Assistant
Jaimie Allen	Office Assistant