

**SYSTEM UNITED CORPORATE FEDERAL CREDIT UNION**  
**COMPARATIVE STATEMENT OF FINANCIAL CONDITION (UNAUDITED)**

June 30, 2010 and 2009

	2010	2009
<b>ASSETS</b>		
Cash	\$ 73,304,253	\$ 30,869,175
Deferred/Future Dated Deposits	263,487	96,068
Investments, Amortized Cost:		
USC Daily Shares	527,169,210	444,939,168
USC Fed Funds	-	-
USC Share Certificates	499,679,436	981,419,418
USC Membership Capital Deposits	-	-
USC Paid in Capital	-	-
USC Paid in Capital II	-	-
USC Investment Shares	2,333,500	2,773,500
WesCorp Investment Shares	507,257	712,229
WesCorp Share Certificates	632,850,000	101,750,000
CUSO Investments	1,509,842	905,907
Investment Securities:		
Available for Sale	773,772,108	690,604,347
Investments in Other Credit Unions	156,000	204,000
Loans to Members	6,614,228	28,751,241
Net Fixed Assets	1,378,603	1,178,163
Intangible Assets	-	-
Accrued Income Receivable	2,831,905	5,128,279
NCUA Share Insurance Fund Deposit	803,930	364,589
Other Assets	10,628,415	11,088,991
	<b>Total Assets</b>	<b>Total Assets</b>
	\$ 2,533,802,174	\$ 2,300,785,075
 <b>LIABILITIES AND MEMBER EQUITY</b>		
<b>Liabilities</b>		
Notes Payable	\$ -	\$ 72,500,000
Commercial Paper	-	-
Accrued Interest and Dividends Payable	2,532,776	6,777,886
Accounts Payable and Accrued Expenses	5,797,583	7,398,208
Deferred/Future Dated Shares - FRB	263,487	96,068
	<b>Total Liabilities</b>	<b>Total Liabilities</b>
	\$ 8,593,846	\$ 86,772,162
 <b>Member Equity</b>		
Cash Management Shares	\$ 253,466,931	\$ 183,749,939
Money Market Shares	1,266,235,077	869,306,357
Share Certificates	1,022,830,536	1,216,654,945
Membership Shares	52,139,485	82,912,612
Investment Shares	1,428,500	1,773,500
 <b>Retained Earnings</b>		
Corporate Reserve	\$ -	\$ -
Undivided Earnings (Deficit)	1,141,261	(52,418,098)
Paid-In-Capital	-	32,672,221
Unrealized Gain/(Loss) on AFS Securities	(72,033,462)	(120,638,563)
	<b>Total Member Equity</b>	<b>Total Member Equity</b>
	\$ 2,525,208,328	\$ 2,214,012,913
	<b>Total Liabilities &amp; Member Equity</b>	<b>Total Liabilities &amp; Member Equity</b>
	\$ 2,533,802,174	\$ 2,300,785,075

**SYSTEM UNITED CORPORATE FEDERAL CREDIT UNION**  
**STATEMENT OF INCOME (UNAUDITED)**  
For the Period Ended June 30, 2010

	<u>CURRENT MONTH</u>	<u>PRIOR MONTH</u>	<u>YEAR TO DATE</u>
<b>Interest and Dividend Income</b>			
Interest on Investments	\$ 2,182,606	\$ 2,220,238	\$ 13,422,694
Interest on Loans	29,031	33,438	226,859
<b>Interest Income</b>	<u>\$ 2,211,637</u>	<u>\$ 2,253,675</u>	<u>\$ 13,649,553</u>
<b>Interest and Dividend Expense</b>			
Dividends on Members' Accounts	\$ 1,333,420	\$ 1,385,242	\$ 7,845,194
Borrowed Funds	77,293	78,293	742,187
<b>Total Interest and Dividend Expense</b>	<u>\$ 1,410,714</u>	<u>\$ 1,463,535</u>	<u>\$ 8,587,381</u>
<b>Net Interest and Dividend Income</b>	\$ 800,923	\$ 790,140	\$ 5,062,172
<b>Non-Interest Income</b>			
CUSO Income	\$ 40,410	\$ 35,000	\$ 231,598
Fees and Other Income	520,627	416,786	3,164,965
Gain/(Loss) on Sale of Investments	400	500	1,900
Gain/(Loss) on Sale of Assets	-	-	13,267
US Central Impairment	-	-	-
Impairment of Securities	(70,408)	-	(7,469,009)
<b>Non-Interest Income</b>	<u>\$ 491,030</u>	<u>\$ 452,286</u>	<u>\$ (4,057,279)</u>
<b>Income Before Operating Expenses</b>	<u>\$ 1,291,953</u>	<u>\$ 1,242,427</u>	<u>\$ 1,004,892</u>
<b>Operating expenses</b>			
Salaries and Benefits	\$ 437,415	\$ 473,637	\$ 2,762,875
Office Operations	108,296	98,498	613,705
Rating Agency and Advisory Fees	-	-	3,333
Occupancy	65,864	51,071	345,361
Bank Service Fees	221,721	105,424	1,581,767
Office Property and Equipment Maint	39,310	45,864	235,202
Outside Services	72,818	73,357	421,138
Advertising and Marketing	6,210	3,214	56,749
Travel and Training Expense	4,216	14,418	46,862
Other Expense	54,385	63,876	356,283
Research and Development	-	-	-
<b>Total Operating Expenses</b>	<u>\$ 1,010,235</u>	<u>\$ 929,359</u>	<u>\$ 6,423,277</u>
<b>Net Income (Loss)</b>	<u>\$ 281,718</u>	<u>\$ 313,068</u>	<u>\$ (5,418,385)</u>
<b>Return On Assets</b>	0.13%	0.14%	-0.42%