

NATIONAL CREDIT UNION CENTRAL LIQUIDITY FACILITY

BALANCE SHEET AS OF SEPTEMBER 30

| | <u>2008</u> | <u>2007</u> |
|-------------------------------------|----------------------------------|----------------------------------|
| ASSETS | | |
| Cash | \$17,126.74 | \$12,315.60 |
| Demand Account | 0.00 | 0.00 |
| Accounts Receivable | 0.00 | 0.00 |
| Investments | 1,718,396,402.90 | 1,637,944,239.17 |
| Loans: | | |
| Regular Member | 0.00 | 0.00 |
| Agent Member | 1,109,161,479.00 | 0.00 |
| <i>Total Loans</i> | <u>1,109,161,479.00</u> | <u>0.00</u> |
| Interest Receivable | 12,378,399.89 | 22,453,695.21 |
| Prepaid Expenses | 0.00 | 0.00 |
| TOTAL ASSETS | <u><u>\$2,839,953,408.53</u></u> | <u><u>\$1,660,410,249.98</u></u> |
| CURRENT LIABILITIES | | |
| Accounts Payable | \$87,395.65 | \$89,148.41 |
| Dividends Payable | 12,144,445.88 | 22,385,973.51 |
| Interest Payable-LRC* | 4,172.20 | 9,250.60 |
| Notes Payable FFB** | 1,109,161,479.00 | 0.00 |
| Regular Member Deposits-LRC* | 267,546.25 | 235,046.17 |
| Agent Member Deposits | 0.00 | 0.00 |
| Accrued Interest Payable | 168,495.32 | 0.00 |
| Other Accrued Expenses | 24,213.50 | 22,211.71 |
| <i>Total Liabilities</i> | <u>\$1,121,857,747.80</u> | <u>\$22,741,630.40</u> |
| EQUITY | | |
| Capital Stock Regular Members | 64,385,611.00 | 60,612,851.00 |
| Capital Stock Agent Members | 1,642,300,587.00 | 1,565,646,872.00 |
| <i>Total Capital Stock</i> | <u>1,706,686,198.00</u> | <u>1,626,259,723.00</u> |
| Retained Earnings Prior Yea | 11,409,462.73 | 11,408,896.58 |
| Retained Earnings Current Year: | | |
| Unappropriated | | |
| Appropriated | 0.00 | 0.00 |
| <i>Total Equity</i> | <u>\$1,718,095,660.73</u> | <u>\$1,637,668,619.58</u> |
| TOTAL LIABILITIES AND EQUITY | <u><u>\$2,839,953,408.53</u></u> | <u><u>\$1,660,410,249.98</u></u> |

STATEMENT OF REVENUE AND EXPENSES FOR PERIOD ENDING SEPTEMBER 30, 2008

| | <u>CURRENT MONTH</u> | <u>YEAR TO DATE</u> | <u>PRIOR YEAR TO DATE</u> |
|----------------------------------|-----------------------|------------------------|---------------------------|
| INCOME | | | |
| Interest on Loans | \$168,495.37 | \$168,495.37 | \$0.00 |
| Income from Investments | 3,981,333.01 | 45,139,022.48 | 65,411,847.34 |
| Other | 0.00 | \$0.00 | 0.00 |
| <i>Total Revenue</i> | <u>\$4,149,828.38</u> | <u>\$45,307,517.85</u> | <u>\$65,411,847.34</u> |
| EXPENSES | | | |
| Personnel Services | \$13,233.35 | \$117,285.77 | \$107,625.42 |
| Personnel Benefits | 2,796.59 | 25,982.79 | 24,331.25 |
| Employee Travel | 456.18 | 456.18 | 29.60 |
| Rent, Communications/Utilities | 893.50 | 7,675.50 | 7,297.50 |
| Printing, Reproduction & Postage | 202.00 | 3,336.00 | 2,780.00 |
| Supplies and Material | 205.00 | 359.00 | 445.00 |
| Group Agent Service Fees | 185.08 | 237.96 | 79.32 |
| Other Services | 4,056.47 | 36,373.50 | 36,438.71 |
| <i>Total Operating Expenses</i> | <u>\$22,028.17</u> | <u>\$191,706.70</u> | <u>\$179,026.80</u> |
| LRC Interest Expenses | 624.57 | 28,284.47 | 43,469.15 |
| FFB Interest Expenses | 168,495.32 | 168,495.32 | 0.00 |
| TOTAL EXPENSES | <u>\$191,148.06</u> | <u>\$388,486.49</u> | <u>\$222,495.95</u> |
| Reserve for Losses | 0.00 | 0.00 | 0.00 |
| Net Income Before Dividends | \$3,958,680.32 | \$44,919,031.36 | \$65,189,351.39 |
| Dividends Accrued | 3,958,680.32 | 44,919,031.36 | 65,189,351.39 |
| NET INCOME | <u><u>\$0.00</u></u> | | |
| Retained Earnings | | <u><u>\$0.00</u></u> | <u><u>\$0.00</u></u> |
| | <u>2008</u> | <u>2007</u> | <u>2006</u> |
| Dividend Rate First Quarter - | 5.0857 | 5.4561 | 4.571 |
| Dividend Rate Second Quarter - | 2.8547 | 5.4544 | 5.0034 |
| Dividend Rate Third Quarter | 2.823 | 5.4612 | 5.4239 |
| Dividend Rate Fourth Quarter - | | 5.8005 | 5.4872 |

SELECTED RATIOS

| | <u>9/30/2008</u> | <u>9/30/2007</u> | | <u>Current Month</u> | <u>Year to Date</u> | <u>Prior Year-to-Date</u> |
|---|------------------|------------------|--|----------------------|---------------------|---------------------------|
| BALANCE SHEET | | | OPERATIONS | | | |
| Stock & Retained Earnings/Total Assets | 60.50% | 98.63% | Total Operating Expenses/Total Revenue | 0.53% | 0.42% | 0.27% |
| Loans/Total Assets | 39.06% | 0.00% | Net Income(before Divds)/Total Revenue | 95.39% | 99.14% | 99.66% |
| Loans/Stock & Retained Earnings | 64.56% | 0.00% | Loan/Total Revenue | 4.06% | 0.37% | 0.00% |
| Total Liabilities/Stock & Retained Earnings | 65.30% | 1.39% | | | | |