



Consolidated Financial Statements

Unaudited

June 30, 2007



Contact Information:

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Chief Financial Officer

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MEMBERS UNITED CORPORATE FEDERAL CREDIT UNION
CONSOLIDATED BALANCE SHEETS
JUNE 30, 2007
(in thousands)

	June 30,		December 31,
	2007	2006	2006
Assets			
Cash and cash equivalents	\$ 117,312	\$ 541,175	\$ 661,022
Securities available for sale, at fair value	6,285,457	4,455,509	4,758,746
Securities held-to-maturity	-	617	-
Interest earning deposits	5,489,202	4,379,050	4,400,052
Loans to members and affiliates	463,827	446,536	403,278
Participation loans, net	50,836	41,949	53,647
Fixed assets, net	12,003	13,479	12,755
Accrued income and other assets	95,788	59,297	65,734
Total assets	\$ 12,514,425	\$ 9,937,612	\$ 10,355,234
Liabilities and Members' Equity			
Liabilities			
Members' accounts			
Shares and certificates	\$ 11,168,809	\$ 8,690,010	\$ 8,975,631
Membership capital shares	481,622	486,443	478,449
Paid-in capital shares	79,440	79,440	79,440
Total members' accounts	11,729,871	9,255,893	9,533,520
Borrowings and other liabilities			
U.S. Central borrowings	36,299	48,375	38,531
Commercial paper	96,064	89,599	89,588
Securities sold under agreements to repurchase	-	100,460	100,404
Other borrowings	148,594	57,715	182,349
Deposits from affiliates and non-members	62,179	49,233	59,119
Accrued dividends and other liabilities	147,407	48,317	55,804
Total borrowings and other liabilities	490,543	393,699	525,795
Total liabilities	12,220,414	9,649,592	10,059,315
Members' equity			
Statutory reserves and undivided earnings	300,218	292,599	295,129
Accumulated other comprehensive income (loss)	(6,207)	(4,579)	790
Total members' equity	294,011	288,020	295,919
Total liabilities and members' equity	\$ 12,514,425	\$ 9,937,612	\$ 10,355,234

MEMBERS UNITED CORPORATE FEDERAL CREDIT UNION
CONSOLIDATED STATEMENTS OF INCOME
AS OF JUNE 30, 2007
(in thousands)

	Month Ended		Year-to-Date	
	June 30,		June 30,	
	2007	2006	2007	2006
Interest income				
Investments	\$ 50,036	\$ 33,502	\$ 283,836	\$ 184,232
Loans	1,837	2,318	10,944	13,600
Total interest income	<u>51,873</u>	<u>35,820</u>	<u>294,780</u>	<u>197,832</u>
Interest expense				
Members' accounts	46,474	30,259	264,559	168,948
Borrowings	1,556	2,075	9,124	9,753
Total interest expense	<u>48,030</u>	<u>32,334</u>	<u>273,683</u>	<u>178,701</u>
Net interest income	3,843	3,486	21,097	19,131
Noninterest income				
Service fee income, net	1,800	1,769	10,023	9,674
Other income	15	7	95	325
Net realized gains (losses)	(1,005)	15	(1,903)	(38)
Total noninterest income	<u>810</u>	<u>1,791</u>	<u>8,215</u>	<u>9,961</u>
Noninterest expense				
Salaries and employee benefits	2,192	2,713	14,409	15,410
Office operations	380	455	2,290	2,715
Professional and outside services	409	550	2,372	2,153
Training, travel and communications	428	538	2,789	2,629
Office occupancy	268	88	1,633	1,410
Other	111	145	731	822
Total noninterest expense	<u>3,788</u>	<u>4,489</u>	<u>24,224</u>	<u>25,139</u>
Net income	<u>\$ 865</u>	<u>\$ 788</u>	<u>\$ 5,088</u>	<u>\$ 3,953</u>

MEMBERS UNITED CORPORATE FEDERAL CREDIT UNION
KEY FINANCIAL INFORMATION
JUNE 30, 2007
(in thousands)

Capital Ratios

	June 30,		December 31,	Regulatory Limits or Thresholds
	2007	2006	2006	
Qualifying membership capital shares	\$ 475,002	\$ 476,640	\$ 472,473	
Paid-in capital shares	79,440	79,440	79,440	
Reserves and undivided earnings	300,218	292,599	295,129	
Total regulatory capital	<u>\$ 854,660</u>	<u>\$ 848,679</u>	<u>\$ 847,042</u>	
12-month daily average net assets	\$ 10,079,748	\$ 8,762,225	\$ 8,988,109	
Capital ratio	8.48%	9.69%	9.42%	5.00%
Core capital ratio	3.77%	4.25%	4.17%	3.00%
Retained earnings ratio	2.98%	3.34%	3.28%	2.00%

Net Economic Value
June 30, 2007

	Net Economic Value	Dollar Change	Actual Percentage Change	Policy and Regulatory Limits
300 basis point rise in rates	\$ 788,840	\$ (67,403)	-7.9%	-28.0%
Base net economic value	856,243	-	-	-
300 basis point decline in rates	878,187	21,944	2.6%	

Issuer Ratings

	Rating Type	Rating
Moody's	Short term	P-1
Standard and Poor's	Short term	A-1+
Fitch	Short term	F1+
	Long term	AA-
	Individual	A/B