



# Consolidated Financial Statements

*Unaudited*

March 31, 2007



Contact Information:

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**MEMBERS UNITED CORPORATE FEDERAL CREDIT UNION**  
**CONSOLIDATED BALANCE SHEETS**  
**MARCH 31, 2007**  
*(in thousands)*

	March 31,		December 31,
	2007	2006	2006
<b>Assets</b>			
Cash and cash equivalents	\$ 89,553	\$ 523,818	\$ 661,022
Securities available for sale, at fair value	5,784,641	4,306,271	4,758,746
Securities held-to-maturity	-	120,164	-
Interest earning deposits	6,667,707	5,374,883	4,400,052
Loans to members and affiliates	325,325	421,197	403,278
Participation loans, net	51,821	38,671	53,647
Fixed assets, net	12,434	14,112	12,755
Accrued income and other assets	72,840	51,116	65,734
<b>Total assets</b>	\$ 13,004,321	\$ 10,850,232	\$ 10,355,234
<b>Liabilities and Members' Equity</b>			
Liabilities			
Members' accounts			
Shares and certificates	\$ 11,790,831	\$ 9,627,527	\$ 8,975,631
Membership capital shares	478,704	485,062	478,449
Paid-in capital shares	79,440	79,440	79,440
Total members' accounts	12,348,975	10,192,029	9,533,520
Borrowings and other liabilities			
U.S. Central borrowings	37,321	56,956	38,531
Commercial paper	89,595	89,637	89,588
Securities sold under agreements to repurchase	-	100,357	100,404
Other borrowings	108,212	7,141	182,349
Deposits from affiliates and non-members	58,576	55,655	59,119
Accrued dividends and other liabilities	66,714	63,713	55,804
Total borrowings and other liabilities	360,418	373,459	525,795
<b>Total liabilities</b>	12,709,393	10,565,488	10,059,315
Members' equity			
Statutory reserves and undivided earnings	297,742	290,017	295,129
Accumulated other comprehensive income (loss)	(2,814)	(5,273)	790
Total members' equity	294,928	284,744	295,919
<b>Total liabilities and members' equity</b>	\$ 13,004,321	\$ 10,850,232	\$ 10,355,234

**MEMBERS UNITED CORPORATE FEDERAL CREDIT UNION**  
**CONSOLIDATED STATEMENTS OF INCOME**  
**AS OF MARCH 31, 2007**  
*(in thousands)*

	<b>Month Ended</b>		<b>Year-to-Date</b>	
	<b>March 31,</b>		<b>March 31,</b>	
	<b>2007</b>	<b>2006</b>	<b>2007</b>	<b>2006</b>
<b>Interest income</b>				
Investments	\$ 51,113	\$ 32,500	\$ 129,400	\$ 80,855
Loans	1,718	2,113	5,723	7,620
Total interest income	<u>52,831</u>	<u>34,613</u>	<u>135,123</u>	<u>88,475</u>
<b>Interest expense</b>				
Members' accounts	47,981	30,312	120,749	75,037
Borrowings	1,303	1,138	4,416	4,496
Total interest expense	<u>49,284</u>	<u>31,450</u>	<u>125,165</u>	<u>79,533</u>
Net interest income	3,547	3,163	9,958	8,942
<b>Noninterest income</b>				
Service fee income, net	1,583	1,439	4,755	4,652
Other income	6	5	27	24
Net realized gains (losses)	2	(14)	38	(13)
Total noninterest income	<u>1,591</u>	<u>1,430</u>	<u>4,820</u>	<u>4,663</u>
<b>Noninterest expense</b>				
Salaries and employee benefits	2,396	2,575	7,350	7,596
Office operations	352	461	1,099	1,318
Professional and outside services	356	315	1,124	895
Training, travel and communications	588	399	1,306	1,161
Office occupancy	334	270	872	840
Other	147	149	415	423
Total noninterest expense	<u>4,173</u>	<u>4,169</u>	<u>12,166</u>	<u>12,233</u>
<b>Net income</b>	<u>\$ 966</u>	<u>\$ 424</u>	<u>\$ 2,612</u>	<u>\$ 1,372</u>

**MEMBERS UNITED CORPORATE FEDERAL CREDIT UNION**  
**KEY FINANCIAL INFORMATION**  
**MARCH 31, 2007**  
*(in thousands)*

**Capital Ratios**

	March 31,		December 31,	Regulatory Limits or Thresholds
	2007	2006	2006	
Qualifying membership capital shares	\$ 473,294	\$ 475,586	\$ 472,473	
Paid-in capital shares	79,440	79,440	79,440	
Reserves and undivided earnings	297,742	290,017	295,129	
Total regulatory capital	<u>\$ 850,476</u>	<u>\$ 845,043</u>	<u>\$ 847,042</u>	
12-month daily average net assets	\$ 9,436,245	\$ 8,728,684	\$ 8,988,109	
Capital ratio	9.01%	9.68%	9.42%	5.00%
Core capital ratio	4.00%	4.23%	4.17%	3.00%
Retained earnings ratio	3.16%	3.32%	3.28%	2.00%

**Net Economic Value**

**March 31, 2007**

	Net Economic Value	Dollar Change	Actual Percentage Change	Policy and Regulatory Limits
300 basis point rise in rates	\$ 778,962	\$ (71,037)	-8.4%	-28.0%
Base net economic value	849,999	-	-	-
300 basis point decline in rates	879,851	29,852	3.5%	

**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-