



Consolidated Financial Statements

Unaudited

May 31, 2007



Contact Information:

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Chief Financial Officer

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

	May 31,		December 31,
	2007	2006	2006
Assets			
Cash and cash equivalents	\$ 185,991	\$ 705,447	\$ 661,022
Securities available for sale, at fair value	6,027,060	4,554,985	4,758,746
Securities held-to-maturity	-	120,065	-
Interest earning deposits	5,258,477	3,547,485	4,400,052
Loans to members and affiliates	355,333	413,492	403,278
Participation loans, net	51,193	41,694	53,647
Fixed assets, net	12,035	13,677	12,755
Accrued income and other assets	46,360	56,489	65,734
Total assets	\$ 11,936,449	\$ 9,453,334	\$ 10,355,234
Liabilities and Members' Equity			
Liabilities			
Members' accounts			
Shares and certificates	\$ 10,660,154	\$ 8,236,376	\$ 8,975,631
Membership capital shares	478,664	486,132	478,449
Paid-in capital shares	79,440	79,440	79,440
Total members' accounts	11,218,258	8,801,948	9,533,520
Borrowings and other liabilities			
U.S. Central borrowings	36,808	57,605	38,531
Commercial paper	96,093	89,628	89,588
Securities sold under agreements to repurchase	-	100,161	100,404
Other borrowings	132,013	12,996	182,349
Deposits from affiliates and non-members	59,723	48,385	59,119
Accrued dividends and other liabilities	103,043	54,742	55,804
Total borrowings and other liabilities	427,680	363,517	525,795
Total liabilities	11,645,938	9,165,465	10,059,315
Members' equity			
Statutory reserves and undivided earnings	299,353	291,811	295,129
Accumulated other comprehensive income (loss)	(8,842)	(3,942)	790
Total members' equity	290,511	287,869	295,919
Total liabilities and members' equity	\$ 11,936,449	\$ 9,453,334	\$ 10,355,234

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

	Month Ended		Year-to-Date	
	May 31,		May 31,	
	2007	2006	2007	2006
Interest income				
Investments	\$ 52,506	\$ 34,837	\$ 233,801	\$ 150,730
Loans	1,751	1,887	9,107	11,282
Total interest income	<u>54,257</u>	<u>36,724</u>	<u>242,908</u>	<u>162,012</u>
Interest expense				
Members' accounts	48,941	31,573	218,085	138,689
Borrowings	1,800	1,837	7,569	7,678
Total interest expense	<u>50,741</u>	<u>33,410</u>	<u>225,654</u>	<u>146,367</u>
Net interest income	3,516	3,314	17,254	15,645
Noninterest income				
Service fee income, net	1,673	1,616	8,222	7,905
Other income	18	293	79	318
Net realized gains (losses)	(492)	(11)	(896)	(53)
Total noninterest income	<u>1,199</u>	<u>1,898</u>	<u>7,405</u>	<u>8,170</u>
Noninterest expense				
Salaries and employee benefits	2,491	2,710	12,218	12,697
Office operations	375	482	1,910	2,260
Professional and outside services	359	371	1,963	1,603
Training, travel and communications	533	447	2,362	2,091
Office occupancy	257	199	1,365	1,322
Other	106	130	618	677
Total noninterest expense	<u>4,121</u>	<u>4,339</u>	<u>20,436</u>	<u>20,650</u>
Net income	<u>\$ 594</u>	<u>\$ 873</u>	<u>\$ 4,223</u>	<u>\$ 3,165</u>

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

Capital Ratios

	<u>May 31,</u>		<u>December 31,</u>	<u>Regulatory Limits or Thresholds</u>
	2007	2006	2006	
Qualifying membership capital shares	\$ 472,460	\$ 476,409	\$ 472,473	
Paid-in capital shares	79,440	79,440	79,440	
Reserves and undivided earnings	299,353	291,811	295,129	
Total regulatory capital	<u>\$ 851,253</u>	<u>\$ 847,660</u>	<u>\$ 847,042</u>	
12-month daily average net assets	\$ 9,855,964	\$ 8,765,090	\$ 8,988,109	
Capital ratio	8.64%	9.67%	9.42%	5.00%
Core capital ratio	3.84%	4.24%	4.17%	3.00%
Retained earnings ratio	3.04%	3.33%	3.28%	2.00%

Net Economic Value
May 31, 2007

	<u>Net Economic Value</u>	<u>Dollar Change</u>	<u>Actual Percentage Change</u>	<u>Policy and Regulatory Limits</u>
300 basis point rise in rates	\$ 780,752	\$ (65,993)	-7.8%	-28.0%
Base net economic value	846,745	-	-	-
300 basis point decline in rates	871,858	25,113	3.0%	

Issuer Ratings

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