



# Consolidated Financial Statements

*Unaudited*

November 30, 2006



Contact Information:

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**MEMBERS UNITED CORPORATE FEDERAL CREDIT UNION**  
**CONSOLIDATED BALANCE SHEETS**  
**NOVEMBER 30, 2006**  
*(in thousands)*

	November 30,		December 31,
	2006	2005	2005
<b>Assets</b>			
Cash and cash equivalents	\$ 1,100,246	\$ 740,834	\$ 619,282
Securities available for sale, at fair value	4,540,704	3,325,080	3,419,169
Securities held-to-maturity		120,180	120,180
Interest earning deposits	3,488,345	3,194,826	4,045,152
Loans to members and affiliates	548,435	777,472	684,000
Participation loans, net	51,282	39,014	39,517
Fixed assets, net	12,925	14,791	14,547
Accrued income and other assets	62,721	48,910	47,733
<b>Total assets</b>	\$ 9,804,658	\$ 8,261,107	\$ 8,989,580
<b>Liabilities and Members' Equity</b>			
Liabilities			
Members' accounts			
Shares and certificates	\$ 8,501,892	\$ 6,686,546	\$ 7,328,779
Membership capital shares	478,449	486,005	485,993
Paid-in capital shares	79,440	79,440	79,440
Total members' accounts	9,059,781	7,251,991	7,894,212
Borrowings and other liabilities			
U.S. Central borrowings	43,562	106,929	92,261
Commercial paper	89,615	439,480	589,197
Securities sold under agreements to repurchase	100,419	24,094	24,094
Deposits from affiliates and non-members	48,749	45,256	51,438
Other borrowings	112,229	7,431	10,145
Accrued dividends and other liabilities	53,934	103,796	45,041
Total borrowings and other liabilities	448,508	726,986	812,176
<b>Total liabilities</b>	9,508,289	7,978,977	8,706,388
Members' equity			
Statutory reserves and undivided earnings	294,874	288,291	288,644
Accumulated other comprehensive income (loss)	1,495	(6,161)	(5,452)
Total members' equity	296,369	282,130	283,192
<b>Total liabilities and members' equity</b>	\$ 9,804,658	\$ 8,261,107	\$ 8,989,580

**MEMBERS UNITED CORPORATE FEDERAL CREDIT UNION**  
**CONSOLIDATED STATEMENTS OF INCOME**  
**AS OF NOVEMBER 30, 2006**  
*(in thousands)*

	<b>Month Ended</b>		<b>Year-to-Date</b>	
	<b>November 30,</b>		<b>November 30,</b>	
	<b>2006</b>	<b>2005</b>	<b>2006</b>	<b>2005</b>
<b>Interest income</b>				
Investments	\$ 33,259	\$ 20,918	\$ 348,422	\$ 236,870
Loans	2,585	2,987	27,289	18,526
Total interest income	<u>35,844</u>	<u>23,905</u>	<u>375,711</u>	<u>255,396</u>
<b>Interest expense</b>				
Members' accounts	31,190	18,871	318,516	198,147
Borrowings	1,827	2,598	22,814	26,128
Total interest expense	<u>33,017</u>	<u>21,469</u>	<u>341,330</u>	<u>224,275</u>
Net interest income	2,827	2,436	34,381	31,121
<b>Noninterest income</b>				
Service fee income, net	1,552	1,596	19,699	17,964
Other income	8	17	418	345
Net realized gains (losses)	6	25	(40)	1,466
Total noninterest income	<u>1,566</u>	<u>1,638</u>	<u>20,077</u>	<u>19,775</u>
<b>Noninterest expense</b>				
Salaries and employee benefits	2,560	2,278	30,091	25,490
Office operations	491	419	4,891	5,033
Professional and outside services	425	132	4,213	2,750
Training, travel and communications	425	435	4,932	5,160
Office occupancy	276	322	2,672	3,466
Other	134	131	1,430	1,947
Total noninterest expense	<u>4,311</u>	<u>3,717</u>	<u>48,229</u>	<u>43,846</u>
<b>Net income</b>	<u>\$ 82</u>	<u>\$ 357</u>	<u>\$ 6,229</u>	<u>\$ 7,050</u>

**MEMBERS UNITED CORPORATE FEDERAL CREDIT UNION**  
**KEY FINANCIAL INFORMATION**  
**NOVEMBER 30, 2006**  
*(in thousands)*

**Capital Ratios**

	<u>November 30,</u>		<u>December 31,</u>	<u>Regulatory Limits or Thresholds</u>
	2006	2005	2005	
Qualifying membership capital shares	\$ 471,295	\$ 476,102	\$ 475,941	
Paid-in capital shares	79,440	79,440	79,440	
Reserves and undivided earnings	294,874	288,291	288,644	
Total regulatory capital	<u>\$ 845,609</u>	<u>\$ 843,833</u>	<u>\$ 844,025</u>	
12-month daily average net assets	\$ 8,885,650	\$ 8,843,752	\$ 8,805,682	
Capital ratio	9.52%	9.54%	9.59%	5.00%
Core capital ratio	4.21%	4.16%	4.18%	3.00%
Retained earnings ratio	3.32%	3.26%	3.28%	2.00%

**Net Economic Value**  
**November 30, 2006**

	<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	\$ 783,957	\$ (64,199)	-7.6%	-28.0%
Base net economic value	848,156	-	-	-
300 basis point decline in rates	877,512	29,356	3.5%	

**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-