

**SYSTEM UNITED CORPORATE FEDERAL CREDIT UNION**  
**COMPARATIVE STATEMENT OF FINANCIAL CONDITION (UNAUDITED)**

**October 31, 2010 and 2009**

	<b>2010</b>	<b>2009</b>
<b>ASSETS</b>		
Cash	\$ 204,350,851	\$ 44,843,048
Deferred/Future Dated Deposits	70,482	142,678
Investments, Amortized Cost:		
USC Daily Shares	743,813,527	698,972,959
USC Fed Funds	-	-
USC Share Certificates	618,666,570	611,105,708
USC Membership Capital Deposits	-	-
USC Paid in Capital	-	-
USC Paid in Capital II	-	-
USC Investment Shares	2,583,500	2,393,500
WesCorp Investment Shares	1,585,263	516,053
WesCorp Share Certificates	246,800,000	493,400,000
CUSO Investments	1,600,983	1,173,740
Investment Securities:		
Available for Sale	881,621,047	643,807,968
Investments in Other Credit Unions	156,390	204,000
Loans to Members	1,692,251	44,805,075
Net Fixed Assets	1,667,107	1,164,736
Intangible Assets	-	-
Accrued Income Receivable	2,341,042	4,527,293
NCUA Share Insurance Fund Deposit	910,446	364,589
Other Assets	10,923,145	9,479,119
	<b>\$ 2,718,782,604</b>	<b>\$ 2,556,900,466</b>
 <b>LIABILITIES AND MEMBER EQUITY</b>		
<b>Liabilities</b>		
Notes Payable	\$ -	\$ 57,500,000
Commercial Paper	-	-
Accrued Interest and Dividends Payable	2,435,699	5,105,022
Accounts Payable and Accrued Expenses	30,924,464	5,491,768
Deferred/Future Dated Shares - FRB	70,482	142,678
	<b>\$ 33,430,645</b>	<b>\$ 68,239,469</b>
 <b>Member Equity</b>		
Cash Management Shares	\$ 354,204,790	\$ 216,104,032
Money Market Shares	1,308,834,165	1,327,532,751
Share Certificates	1,022,186,695	977,222,115
Membership Shares	52,139,485	82,912,612
Investment Shares	1,678,500	1,393,500
 <b>Retained Earnings</b>		
Corporate Reserve	\$ -	\$ -
Undivided Earnings (Deficit)	3,164,451	(19,145,974)
Paid-In-Capital	-	2,567,590
Unrealized Gain/(Loss) on AFS Securities	(56,856,126)	(99,925,630)
	<b>\$ 2,685,351,959</b>	<b>\$ 2,488,660,997</b>
	<b>\$ 2,718,782,604</b>	<b>\$ 2,556,900,466</b>

**SYSTEM UNITED CORPORATE FEDERAL CREDIT UNION**  
**STATEMENT OF INCOME (UNAUDITED)**  
For the Period Ended October 31, 2010

	<u>CURRENT MONTH</u>	<u>PRIOR MONTH</u>	<u>YEAR TO DATE</u>
<b>Interest and Dividend Income</b>			
Interest on Investments	\$ 1,822,660	\$ 1,880,861	\$ 21,196,487
Interest on Loans	8,648	17,543	315,430
<b>Interest Income</b>	<u>\$ 1,831,308</u>	<u>\$ 1,898,404</u>	<u>\$ 21,511,917</u>
<b>Interest and Dividend Expense</b>			
Dividends on Members' Accounts	\$ 1,098,215	\$ 1,184,784	\$ 12,788,431
Borrowed Funds	-	32,607	849,871
<b>Total Interest and Dividend Expense</b>	<u>\$ 1,098,215</u>	<u>\$ 1,217,390</u>	<u>\$ 13,638,302</u>
<b>Net Interest and Dividend Income</b>	\$ 733,093	\$ 681,013	\$ 7,873,615
<b>Non-Interest Income</b>			
CUSO Income	\$ 35,433	\$ 25,027	\$ 322,739
Fees and Other Income	560,357	563,542	5,431,343
Gain/(Loss) on Sale of Investments	-	-	922,871
Gain/(Loss) on Sale of Assets	-	-	13,267
US Central Impairment	-	-	-
Impairment of Securities	-	-	(7,469,009)
<b>Non-Interest Income</b>	<u>\$ 595,790</u>	<u>\$ 588,569</u>	<u>\$ (778,789)</u>
<b>Income Before Operating Expenses</b>	<u>\$ 1,328,883</u>	<u>\$ 1,269,583</u>	<u>\$ 7,094,827</u>
<b>Operating expenses</b>			
Salaries and Benefits	\$ 497,364	\$ 486,278	\$ 4,651,786
Office Operations	122,310	140,014	1,139,586
Rating Agency and Advisory Fees	-	-	3,333
Occupancy	64,248	66,959	609,113
Bank Service Fees	208,065	200,131	2,442,576
Office Property and Equipment Maint	56,077	49,803	417,224
Outside Services	68,399	40,643	540,156
Advertising and Marketing	1,041	1,758	72,540
Travel and Training Expense	11,956	4,629	71,536
Audit and Insurance Expense	36,753	(164,624)	463,436
Other Expense	10,500	3,804	78,736
Research and Development	-	-	-
<b>Total Operating Expenses</b>	<u>\$ 1,076,712</u>	<u>\$ 829,396</u>	<u>\$ 10,490,021</u>
<b>Net Income (Loss)</b>	<u>\$ 252,171</u>	<u>\$ 440,187</u>	<u>\$ (3,395,195)</u>
<b>Return On Assets</b>	0.12%	0.21%	-0.16%