


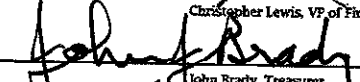

TUCSON OLD PUEBLO CREDIT UNION - FINANCIAL STATEMENTS
AS OF FEBRUARY 28, 2014

Assets	Current Month		Prior Month		Difference		Prior Year		Difference	
	Number	Amount	Number	Amount	Number	Amount	Number	Amount	Number	Amount
Loans										
Credit Cards	590	\$ 820,697	574	\$ 828,793	16	\$ (8,096)	391	\$ 606,783.38	199	\$ 213,913
Unsecured	1,561	\$ 4,106,446	1,561	\$ 4,133,648	0	\$ (27,201)	1,565	\$ 3,533,320.48	(4)	\$ 573,126
Direct Auto	1,092	\$ 10,371,784	1,115	\$ 10,660,035	(23)	\$ (288,251)	1,293	\$ 12,602,187.98	(201)	\$ (2,230,404)
Indirect Auto	642	\$ 8,118,177	661	\$ 8,102,261	(19)	\$ 15,916	939	\$ 8,342,357.23	(297)	\$ (224,180)
Home Equity	335	\$ 8,268,995	337	\$ 8,179,378	(2)	\$ 89,617	336	\$ 9,625,211.35	(1)	\$ (1,356,216)
Fixed Real Estate	365	\$ 23,694,845	365	\$ 23,978,521	0	\$ (283,676)	360	\$ 24,800,109.25	5	\$ (1,105,264)
Variable Real Estate	73	\$ 4,796,554	73	\$ 4,809,807	0	\$ (13,252)	77	\$ 5,218,370.97	(4)	\$ (421,817)
Savings and Certificate Secured	102	\$ 589,030	103	\$ 588,145	(1)	\$ 885	120	\$ 694,076.68	(18)	\$ (105,047)
Other	54	\$ 620,895	56	\$ 633,276	(2)	\$ (12,381)	74	\$ 802,414.38	(20)	\$ (181,519)
Gross Loans	4,814	\$ 61,387,424	4,845	\$ 61,913,865	(31)	\$ (526,441)	5,155	\$ 66,224,831.70	(341)	\$ (4,837,408)
						\$	55,815.93	\$	\$	(55,816)
	4,814	\$ 61,387,424	4,845	\$ 61,913,865	(31)	\$ (526,441)	5,155	\$ 66,280,647.63	(341)	\$ (4,893,224)
Allowance for Loan Losses		\$ (1,385,904)		\$ (1,364,282)		\$ 21,622		\$ (1,790,622.95)		\$ (404,719)
Net Loans		\$ 60,001,520		\$ 60,549,583		\$ (548,063)		\$ 64,490,024.68		\$ (4,488,505)
Cash		\$ 14,354,611		\$ 12,801,031		\$ 1,553,580		\$ 14,453,236.34		\$ (98,625)
Investments		\$ 56,030,098		\$ 55,428,940		\$ 601,158		\$ 50,312,707.29		\$ 5,717,391
Other Assets										
Land and Building		\$ 4,059,559		\$ 4,071,018		\$ (11,459)		\$ 4,192,272.46		\$ (132,714)
Furniture and Equipment		\$ 279,852		\$ 288,375		\$ (8,523)		\$ 366,680.72		\$ (86,829)
Other Assets		\$ 2,738,394		\$ 2,599,352		\$ 138,842		\$ 2,528,927.21		\$ 209,467
Total Other Assets		\$ 7,077,805		\$ 6,958,945		\$ 118,860		\$ 7,087,880.39		\$ (10,075)
Total Assets		\$ 137,464,034		\$ 135,738,499		\$ 1,725,535		\$ 136,343,848.70		\$ 1,120,185
Liabilities and Equity										
Accounts Payable/Liabilities		\$ 1,087,538		\$ 799,169		\$ 288,389		\$ 1,442,912.29		\$ (355,355)
Total Borrowings		\$		\$		\$		\$		\$
Member Deposits										
Savings and Clubs	13,705	\$ 53,447,667	13,787	\$ 52,608,442	(82)	\$ 839,225	14,561	\$ 50,202,171.01	(856)	\$ 3,245,496
Money Market accounts	816	\$ 23,762,243	850	\$ 23,764,673	(34)	\$ (2,431)	848	\$ 24,898,796.90	(32)	\$ (1,136,554)
Checking	7,668	\$ 24,998,895	7,665	\$ 24,141,725	3	\$ 857,170	7,641	\$ 22,888,300.78	27	\$ 2,110,594
Certificates	1,025	\$ 15,067,068	1,043	\$ 15,360,637	(18)	\$ (293,569)	1,187	\$ 16,939,908.77	(162)	\$ (1,872,841)
Demand IRAs	510	\$ 5,432,607	510	\$ 5,393,038	0	\$ 39,569	510	\$ 5,429,904.06	0	\$ 2,703
IRA Certificates	427	\$ 4,721,206	431	\$ 4,845,789	(4)	\$ (124,583)	479	\$ 5,579,376.37	(52)	\$ (858,170)
Total Member Deposits	24,151	\$ 127,429,686	24,286	\$ 126,114,305	(135)	\$ 1,315,381	25,226	\$ 125,938,457.89	(1,075)	\$ 1,491,228
Capital										
Regular Reserves		\$ 5,731,571		\$ 5,731,571		\$		\$ 5,727,996.85		\$ 3,574
Undivided Earnings		\$ 3,321,776		\$ 3,296,461		\$ 25,314		\$ 3,251,011.67		\$ 70,764
Unrealized Gain/Loss (AFS)		\$ (106,557)		\$ (203,007)		\$ 96,450		\$ (16,530.00)		\$ (90,027)
Total Capital		\$ 8,946,790		\$ 8,825,025		\$ 121,765		\$ 8,962,478.52		\$ (15,688)
Total Liabilities and Equity		\$ 137,464,034		\$ 135,738,499		\$ 1,725,535		\$ 136,343,848.70		\$ 1,120,185

**TUCSON OLD PUEBLO CREDIT UNION - FINANCIAL STATEMENTS
AS OF FEBRUARY 28, 2014**

Income	Current Month		Year to Date		Prior Year to Date		Budget		%				
	Amount		Amount		Amount	Difference	Ytd	Difference					
Interest on Loans	\$	249,228	\$	521,699	\$	604,603	\$	(82,904)	\$	553,571	\$	(31,872)	-6%
Income from Investments	\$	67,909	\$	129,261	\$	80,110	\$	49,151	\$	127,342	\$	1,919	2%
Investment Services Income	\$	17,657	\$	34,968	\$	47,667	\$	(12,699)	\$	33,833	\$	1,135	3%
Fee Income	\$	81,230	\$	167,156	\$	194,011	\$	(26,854)	\$	209,700	\$	(42,544)	-20%
Other Operating Income	\$	39,671	\$	60,706	\$	34,121	\$	26,585	\$	42,404	\$	18,302	43%
Total Income	\$	455,695	\$	913,790	\$	960,511	\$	(46,721)	\$	966,850	\$	(53,060)	-5%
Operating Expenses													
Employee Compensation	\$	176,767	\$	380,471	\$	401,083	\$	(20,611)	\$	383,528	\$	(3,057)	-1%
Employee Incentives	\$	50	\$	50	\$	50	\$	-	\$	250	\$	(200)	-80%
Employee Benefits	\$	38,845	\$	81,927	\$	87,698	\$	(5,771)	\$	87,628	\$	(5,701)	-7%
Meetings	\$	1,824	\$	2,799	\$	1,956	\$	843	\$	1,849	\$	950	51%
Loan Servicing	\$	10,268	\$	31,830	\$	34,920	\$	(3,090)	\$	28,632	\$	3,198	11%
State Banking Dept. Fee	\$	1,314	\$	2,629	\$	2,649	\$	(20)	\$	2,630	\$	(1)	0%
Office Occupancy	\$	33,369	\$	69,346	\$	68,703	\$	644	\$	75,962	\$	(6,616)	-9%
Office Operations	\$	43,381	\$	89,405	\$	99,414	\$	(10,009)	\$	92,826	\$	(3,421)	-4%
Miscellaneous Expenses	\$	588	\$	1,807	\$	1,102	\$	704	\$	2,236	\$	(429)	-19%
Member Insurance	\$	200	\$	400	\$	400	\$	-	\$	-	\$	400	BUDGET IS ZERO
NCUSIF Corp Stabilization	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	BUDGET IS ZERO
Association Dues	\$	1,947	\$	4,044	\$	4,647	\$	(603)	\$	4,086	\$	(42)	-1%
Educational & Training	\$	245	\$	255	\$	2,847	\$	(2,592)	\$	2,917	\$	(2,662)	-91%
Professional & Outside Services	\$	71,776	\$	134,264	\$	134,784	\$	(520)	\$	131,390	\$	2,874	2%
Travel and Conference	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	BUDGET IS ZERO
Promotional Expenses	\$	2,227	\$	4,637	\$	23,135	\$	(18,498)	\$	7,230	\$	(2,593)	-36%
Cash Short/Over	\$	16	\$	515	\$	132	\$	383	\$	-	\$	515	BUDGET IS ZERO
Deposit Account Adjustments	\$	753	\$	3,644	\$	1,019	\$	2,626	\$	6,800	\$	(3,156)	-46%
Total Operating Expenses	\$	383,570	\$	808,024	\$	864,539	\$	(56,515)	\$	827,964	\$	(19,940)	-2%
Net Operating Income	\$	72,124	\$	105,766	\$	95,972	\$	9,794	\$	138,886	\$	(33,120)	-24%
Provision for Losses	\$	30,746	\$	62,955	\$	(39,926.54)	\$	102,881	\$	111,915	\$	(48,960)	-44%
Provision OREO	\$	-	\$	-	\$	-	\$	-	\$	1,200	\$	(1,200)	-100%
Dividends	\$	16,064	\$	34,748	\$	41,493	\$	(6,745)	\$	38,172	\$	(3,424)	-9%
Interest on Borrowed Money	\$	-	\$	10	\$	4	\$	6	\$	-	\$	10	BUDGET IS ZERO
Non-Operating (Income) Expense	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	BUDGET IS ZERO
(Gain)/Loss on Investments	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	BUDGET IS ZERO
(Gain)/Loss Foreclosed Assets	\$	-	\$	-	\$	29,585	\$	(29,585)	\$	-	\$	-	BUDGET IS ZERO
Net Income (Loss)	\$	25,314	\$	8,053	\$	64,817	\$	(56,764)	\$	(21,233)	\$	29,286	-138%

We certify, to the best of our knowledge and belief, that these financial statements are true and correct and present fairly the financial position and the results of operations for the periods covered.


 Christopher Lewis, VP of Finance/CFO

 John Brady, Treasurer

 Vernon Babilon, President/CFO

3/13/14
 Date
3-13-14
 Date
3/13/14
 Date

**TUCSON OLD PUEBLO CREDIT UNION - ADDENDUM TO THE FINANCIAL STATEMENTS
AS OF FEBRUARY 28, 2014**

Loan Delinquency	Current Month		Prior Month		Difference		Prior Year		Difference	
	<u>Number</u>	<u>Amount</u>	<u>Number</u>	<u>Amount</u>	<u>Number</u>	<u>Amount</u>	<u>Number</u>	<u>Amount</u>	<u>Number</u>	<u>Amount</u>
60-179 DAYS	12	226,354	12	273,193	-	\$ (46,839)	13	\$ 287,863	-1	\$ (61,509)
180-359 DAYS	4	129,275	2	69,096	2	60,179	6	169,278	-2	(40,003)
OVER 359 DAYS	3	69,469	3	69,655	-	(186)	7	89,259	-4	(19,790)
Total Delinquency	19	\$ 425,098	17	\$ 411,944	2	\$ 13,154	26	\$ 546,400	-7	\$ (121,302)
Ratios	<u>Percent</u>		<u>Percent</u>		<u>Percent</u>		<u>Percent</u>		<u>Percent</u>	
Loans/Deposits	48.17%		49.09%		-0.92%		52.63%		-4.46%	
Efficiency Ratio (YTD expenses/income)	88.43%		92.66%		-4.23%		90.01%		-1.58%	
Delinquent Loans/Loans	0.69%		0.67%		0.03%		0.82%		-0.13%	
Net Interest Margin	2.87%		2.75%		0.12%		2.90%		-0.02%	
Capital Ratio	6.59%		6.65%		-0.07%		6.57%		0.01%	
Return on Average Assets (YTD)	0.04%		-0.15%		0.19%		0.43%		-0.40%	
Other Information	<u>Number</u>		<u>Number</u>		<u>Number</u>		<u>Number</u>		<u>Number</u>	
Primary Accounts	12,678		12,753		(75)		13,578		(900)	
New Primary Accounts	83		86		(3)		70		13	

TUCSON OLD PUEBLO CREDIT UNION - INVESTMENT ANALYSIS

Investment Description	Market Value	Weighted Avg Yield	Par Value	weighting factors to calculate overall weighted interest rate	Non SFAS 115 Inv.
Short Term Investments (1 year or less)					
Firstcorp Certificates					
Certificates of Deposit	\$ 3,535,000	0.69%	\$ 3,535,000	\$ 24,342	\$ 3,535,000
Long Term Certificates (greater than 1 year)					
Certificates of Deposit 3 yrs or less	\$ 10,693,000	1.72%	\$ 10,693,000	\$ 184,262	\$ 10,693,000
Certificates of Deposit over 3 years	\$ 5,972,000	1.55%	\$ 5,972,000	\$ 92,602	\$ 5,972,000
Federal Agency Securities (greater than 1 year)					
FHLE, FNMA, FHLMC, FFCE	\$ 12,933,319	0.86%	\$ 13,000,000	\$ 111,410	
Mortgage Backed Securities (MBS)	\$ 19,751,042	1.84%	\$ 19,271,415	\$ 354,979	
Agency CMO	\$ 2,242,357	1.76%	\$ 2,234,806	\$ 39,377	
Unrealized Gain/Loss (AFS)			\$ (106,557)		
AGENCY PREM/DISC					
MBS PREM/DISC			\$ 668,226		
FirstCorp Perm. Inv. Capital	\$ 428,395	0.25%	\$ 428,395	\$ 1,071	\$ 428,395
Catalyst FCU Capital	\$ 333,813	0.66%	\$ 333,813	\$ 2,203	\$ 333,813
Total Earning Investments	\$ 55,888,925	1.45%	\$ 56,030,098	\$ 810,247	20,962,208
Securities committed that settle next month					
Total Investments	\$ 55,888,925		\$ 56,030,098		