


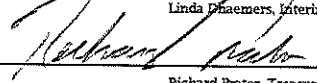
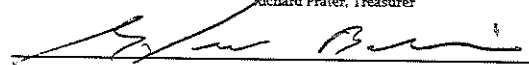
TUCSON OLD PUEBLO CREDIT UNION - FINANCIAL STATEMENTS
AS OF AUGUST 31, 2014

Assets	Current Month		Prior Month		Difference		Prior Year		Difference	
	Number	Amount	Number	Amount	Number	Amount	Number	Amount	Number	Amount
Loans										
Credit Cards	708	\$ 972,244	682	\$ 922,268	26	\$ 49,976	476	\$ 721,781	232	\$ 250,463
Unsecured	1,491	\$ 4,499,525	1,470	\$ 4,420,414	21	\$ 79,112	1,564	\$ 3,685,924	(73)	\$ 813,601
Direct Auto	1,003	\$ 9,505,462	1,017	\$ 9,637,233	(14)	\$ (131,771)	1,218	\$ 11,626,371	(215)	\$ (2,120,909)
Indirect Auto	651	\$ 9,758,691	637	\$ 9,247,998	14	\$ 510,693	725	\$ 7,579,934	(74)	\$ 2,178,757
Home Equity	330	\$ 7,768,125	328	\$ 7,822,796	2	\$ (54,671)	340	\$ 8,587,581	(10)	\$ (819,456)
Fixed Real Estate	357	\$ 23,340,275	358	\$ 23,516,844	(1)	\$ (176,569)	366	\$ 24,546,015	(9)	\$ (1,205,740)
Variable Real Estate	68	\$ 4,521,779	68	\$ 4,534,587	0	\$ (12,807)	75	\$ 5,026,659	(7)	\$ (504,880)
Savings and Certificate Secured	108	\$ 561,611	104	\$ 551,630	4	\$ 9,981	111	\$ 618,168	(3)	\$ (56,558)
Other	62	\$ 743,420	57	\$ 666,892	5	\$ 76,528	62	\$ 660,395	0	\$ 83,024
Gross Loans	4,778	\$ 61,671,132	4,721	\$ 61,320,661	57	\$ 350,472	4,937	\$ 63,052,829	(159)	\$ (1,381,697)
						\$ -	\$ 58,349	\$ -	\$ (58,349)	
	4,778	\$ 61,671,132	4,721	\$ 61,320,661	57	\$ 350,472	4,937	\$ 63,111,178	(159)	\$ (1,440,046)
Allowance for Loan Losses		\$ (1,236,214)		\$ (1,434,103)		\$ (197,889)		\$ (1,505,464)		\$ (269,250)
Net Loans		\$ 60,434,918		\$ 59,886,558		\$ 548,361		\$ 61,605,714		\$ (1,170,796)
Cash		\$ 23,265,955		\$ 22,730,127		\$ 535,827		\$ 16,938,811		\$ 6,327,144
Investments		\$ 46,458,057		\$ 46,453,699		\$ 4,358		\$ 50,158,997		\$ (3,700,940)
Other Assets										
Land and Building		\$ 4,017,322		\$ 4,006,353		\$ 10,969		\$ 4,129,109		\$ (111,787)
Furniture and Equipment		\$ 350,278		\$ 354,080		\$ (3,803)		\$ 303,468		\$ 46,810
Other Assets		\$ 2,745,730		\$ 2,926,993		\$ (181,264)		\$ 2,238,136		\$ 507,594
Total Other Assets		\$ 7,113,329		\$ 7,287,427		\$ (174,097)		\$ 6,670,713		\$ 442,617
Total Assets		\$ 137,272,259		\$ 136,357,811		\$ 914,449		\$ 135,374,234		\$ 1,898,025
Liabilities and Equity										
Accounts Payable/Liabilities		\$ 1,631,696		\$ 1,037,542		\$ 594,154		\$ 864,066		\$ 767,630
Total Borrowings		\$ -		\$ -		\$ -		\$ -		\$ -
Member Deposits										
Savings and Clubs	13,632	\$ 54,166,709	13,701	\$ 54,778,789	(69)	\$ (612,079)	14,070	\$ 51,268,413	(438)	\$ 2,898,296
Money Market accounts	799	\$ 23,793,352	798	\$ 23,581,212	1	\$ 212,140	817	\$ 24,110,995	(18)	\$ (317,643)
Checking	7,786	\$ 24,673,776	7,762	\$ 23,793,144	24	\$ 880,631	7,654	\$ 23,327,879	132	\$ 1,345,897
Certificates	991	\$ 14,040,551	999	\$ 14,347,833	(8)	\$ (307,282)	1,116	\$ 16,456,888	(125)	\$ (2,416,337)
Demand IRAs	444	\$ 5,107,452	446	\$ 5,248,130	(2)	\$ (140,678)	510	\$ 5,366,983	(66)	\$ (259,531)
IRA Certificates	414	\$ 4,613,326	415	\$ 4,619,774	(1)	\$ (6,448)	448	\$ 5,221,463	(34)	\$ (608,138)
Total Member Deposits	24,066	\$ 126,395,166	24,121	\$ 126,368,881	(55)	\$ 26,285	24,615	\$ 125,752,621	(549)	\$ 642,544
Capital										
Regular Reserves		\$ 5,855,858		\$ 5,855,858		\$ -		\$ 5,708,723		\$ 147,135
Undivided Earnings		\$ 3,461,067		\$ 3,188,231		\$ 272,837		\$ 3,315,454		\$ 145,614
Unrealized Gain/Loss (AFS)		\$ (71,528)		\$ (112,700)		\$ 41,173		\$ (266,630)		\$ 195,102
Total Capital		\$ 9,245,398		\$ 8,931,388		\$ 314,009		\$ 8,757,547		\$ 487,850
Total Liabilities and Equity		\$ 137,272,259		\$ 136,357,811		\$ 914,449		\$ 135,374,234		\$ 1,898,025

TUCSON OLD PUEBLO CREDIT UNION - FINANCIAL STATEMENTS
AS OF AUGUST 31, 2014

Income	Current Month	Year to Date	Prior Year to Date		Budget	Budget	%
	Amount	Amount	Amount	Difference	Ytd	Difference	
Interest on Loans	\$ 269,718	\$ 2,126,367	\$ 2,331,976	\$ (205,608)	\$ 2,278,190	\$ (151,823)	-7%
Income from Investments	\$ 54,192	\$ 529,572	\$ 352,769	\$ 176,803	\$ 523,643	\$ 5,929	1%
Investment Services Income	\$ 19,003	\$ 161,795	\$ 160,342	\$ 1,453	\$ 143,756	\$ 18,039	13%
Fee Income	\$ 96,115	\$ 718,266	\$ 770,774	\$ (52,507)	\$ 814,182	\$ (95,916)	-12%
Other Operating Income	\$ 16,014	\$ 171,414	\$ 185,928	\$ (14,515)	\$ 130,112	\$ 41,302	32%
Total Income	\$ 455,042	\$ 3,707,414	\$ 3,801,789	\$ (94,375)	\$ 3,889,883	\$ (182,469)	-5%
Operating Expenses							
Employee Compensation	\$ 196,470	\$ 1,573,005	\$ 1,550,412	\$ 22,593	\$ 1,539,944	\$ 33,061	2%
Employee Incentives	\$ -	\$ 150	\$ 320	\$ (170)	\$ 1,750	\$ (1,600)	-91%
Employee Benefits	\$ 35,166	\$ 302,838	\$ 309,829	\$ (6,991)	\$ 327,547	\$ (24,709)	-8%
Meetings	\$ 945	\$ 10,554	\$ 9,409	\$ 1,145	\$ 8,239	\$ 2,315	28%
Loan Servicing	\$ 18,698	\$ 131,944	\$ 101,796	\$ 30,148	\$ 104,762	\$ 27,182	26%
State Banking Dept. Fee	\$ 1,314	\$ 10,515	\$ 10,597	\$ (81)	\$ 10,520	\$ (5)	0%
Office Occupancy	\$ 38,279	\$ 285,783	\$ 303,858	\$ (18,076)	\$ 324,125	\$ (38,342)	-12%
Office Operations	\$ 53,111	\$ 384,784	\$ 374,760	\$ 10,024	\$ 397,609	\$ (12,825)	-3%
Miscellaneous Expenses	\$ 1,135	\$ 7,004	\$ 6,195	\$ 808	\$ 8,644	\$ (1,640)	-19%
Member Insurance	\$ -	\$ 400	\$ 6,057	\$ (5,657)	\$ -	\$ 400	BUDGET IS ZERO
NCUSIF Corp Stabilization	\$ -	\$ -	\$ 98,211	\$ (98,211)	\$ -	\$ -	BUDGET IS ZERO
Association Dues	\$ 2,097	\$ 17,261	\$ 18,120	\$ (859)	\$ 14,589	\$ 2,672	18%
Educational & Training	\$ 601	\$ 3,752	\$ 7,853	\$ (4,101)	\$ 10,669	\$ (6,917)	-65%
Professional & Outside Services	\$ 80,711	\$ 603,943	\$ 646,671	\$ (42,728)	\$ 566,176	\$ 37,767	7%
Travel and Conference	\$ 261	\$ 740	\$ 4,521	\$ (3,781)	\$ 1,500	\$ (760)	BUDGET IS ZERO
Promotional Expenses	\$ 2,164	\$ 30,048	\$ 56,992	\$ (26,943)	\$ 36,055	\$ (6,007)	-17%
Cash Short/Over	\$ 48	\$ 1,568	\$ 412	\$ 1,157	\$ -	\$ 1,568	BUDGET IS ZERO
Deposit Account Adjustments	\$ 11,344	\$ 23,708	\$ 27,945	\$ (4,237)	\$ 27,200	\$ (3,492)	-13%
Total Operating Expenses	\$ 442,343	\$ 3,387,996	\$ 3,533,957	\$ (145,961)	\$ 3,379,329	\$ 8,667	0%
Net Operating Income	\$ 12,698	\$ 319,418	\$ 267,832	\$ 51,586	\$ 510,554	\$ (191,136)	-37%
Provision for Losses	\$ (182,327)	\$ 35,996	\$ (110,881)	\$ 146,878	\$ 438,461	\$ (402,465)	-92%
Provision OREO	\$ -	\$ -	\$ 17,888	\$ (17,888)	\$ 4,800	\$ (4,800)	-100%
Dividends	\$ 11,870	\$ 129,313	\$ 161,727	\$ (32,414)	\$ 153,327	\$ (24,014)	-16%
Interest on Borrowed Money	\$ -	\$ 38	\$ 20	\$ 17	\$ -	\$ 38	BUDGET IS ZERO
Non-Operating (Income) Expense	\$ -	\$ -	\$ (100)	\$ 100	\$ -	\$ -	BUDGET IS ZERO
(Gain)/Loss on Investments	\$ -	\$ (27,879)	\$ -	\$ -	\$ -	\$ (27,879)	BUDGET IS ZERO
(Gain)/Loss Foreclosed Assets	\$ (89,682)	\$ (89,682)	\$ 89,193	\$ (178,875)	\$ -	\$ (89,682)	BUDGET IS ZERO
Net Income (Loss)	\$ 272,837	\$ 271,632	\$ 109,985	\$ 161,647	\$ (121,362)	\$ 392,994	-32%

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.


 Linda Dhaemers, Interim VP of Finance/CO

 Richard Prater, Treasurer

 G. Vernon Babilon, President/CEO

9-15-14
 Date
 9-12-14
 Date
 9/10/14
 Date

**TUCSON OLD PUEBLO CREDIT UNION - ADDENDUM TO THE FINANCIAL STATEMENTS
AS OF AUGUST 31, 2014**

	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>
Loan Delinquency										
60-179 DAYS	29	547,100	38	693,375	(9)	\$ (146,275)	9	\$ 131,256	20	\$ 415,844
180-359 DAYS	6	163,256	4	61,332	2	101,924	6	245,347	0	(82,091)
OVER 359 DAYS	1	62,414	2	66,396	(1)	(3,982)	4	59,817	-3	2,597
Total Delinquency	36	\$ 772,770	44	\$ 821,103	(8)	\$ (48,333)	19	\$ 436,420	17	\$ 336,350
Ratios	<u>Percent</u>		<u>Percent</u>		<u>Percent</u>		<u>Percent</u>		<u>Percent</u>	
Loans/Deposits	48.79%		48.53%		0.27%		50.19%		-1.39%	
Efficiency Ratio (YTD expenses/income)	91.38%		90.57%		0.81%		92.96%		-1.57%	
Delinquent Loans/Loans	1.25%		1.34%		-0.09%		0.69%		0.56%	
Net Interest Margin	2.69%		2.61%		0.08%		2.80%		-0.12%	
Capital Ratio	6.79%		6.63%		0.15%		6.67%		0.12%	
Return on Average Assets (YTD)	0.30%		0.00%		0.30%		0.12%		0.18%	
Other Information	<u>Number</u>		<u>Number</u>		<u>Number</u>		<u>Number</u>		<u>Number</u>	
Primary Accounts	12,569		12,584		(15)		13,045		(476)	
New Primary Accounts	107		77		30		78		29	

Membership & FTE Information

	<u>Mar 2014</u>	<u>Jun 2014</u>	<u>Sep 2014</u>	<u>Dec 2014</u>
# of Members	11,647	11,530		
Membership Growth	-56	-117		
FTE	56.5	52.0		
Members to FTE	206.14	221.73		