


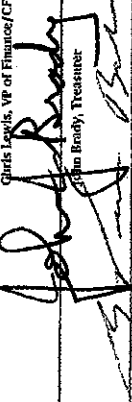

**TUCSON OLD PUEBLO CREDIT UNION - FINANCIAL STATEMENTS**  
**AS OF AUGUST 31, 2013**

Assets	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>
<b>Loans</b>										
Credit Cards	476	\$ 721,781	464	\$ 714,599	12	\$ 7,182	232	\$ 238,967	244	\$ 482,814
Unsecured	1,564	\$ 3,685,924	1,565	\$ 3,687,311	(1)	\$ (1,386)	1,467	\$ 3,061,124	97	\$ 624,801
Direct Auto	1,218	\$ 11,626,371	1,235	\$ 11,925,536	(17)	\$ (299,164)	1,320	\$ 13,320,312	(102)	\$ (1,693,941)
Indirect Auto	725	\$ 7,579,934	755	\$ 7,651,420	(30)	\$ (71,486)	1,184	\$ 8,921,857	(459)	\$ (1,341,923)
Home Equity	340	\$ 8,587,581	339	\$ 8,658,334	1	\$ (70,753)	416	\$ 10,215,980	(76)	\$ (1,628,399)
Fixed Real Estate	366	\$ 24,546,015	366	\$ 24,616,201	0	\$ (70,186)	376	\$ 26,514,654	(10)	\$ (1,968,639)
Variable Real Estate	75	\$ 5,026,659	77	\$ 5,154,255	(2)	\$ (127,596)	81	\$ 5,533,497	(6)	\$ (506,838)
Savings and Certificate Secured	111	\$ 618,168	116	\$ 623,424	(5)	\$ (5,256)	136	\$ 754,734	(25)	\$ (136,566)
Other	62	\$ 660,395	61	\$ 674,759	1	\$ (14,364)	86	\$ 970,257	(24)	\$ (309,861)
Gross Loans	4,937	\$ 63,052,829	4,978	\$ 63,705,837	(41)	\$ (653,009)	5,298	\$ 69,531,381	(361)	\$ (6,478,552)
Prepaid Loan Fees		\$ 58,349		\$ 56,009		\$ 2,341		\$ 46,291		\$ 12,058
Loan Participation		\$ -		\$ -		\$ -		\$ -		\$ -
	4,937	\$ 63,111,178	4,978	\$ 63,761,846	(41)	\$ (650,668)	5,298	\$ 69,577,672	(361)	\$ (6,466,494)
Allowance for Loan Losses		\$ (1,505,464)		\$ (1,430,468)		\$ 74,996		\$ (1,765,398)		\$ (259,933)
Net Loans		\$ 61,605,714		\$ 62,331,378		\$ (725,664)		\$ 67,812,275		\$ (6,206,561)
Cash		\$ 16,938,811		\$ 16,407,942		\$ 530,869		\$ 14,093,094		\$ 2,845,717
Investments		\$ 50,158,997		\$ 48,651,064		\$ 1,507,934		\$ 47,871,426		\$ 2,287,572
Other Assets										
Land and Building		\$ 4,129,109		\$ 4,138,431		\$ (9,321)		\$ 4,265,273		\$ (136,164)
Furniture and Equipment		\$ 303,468		\$ 311,609		\$ (8,141)		\$ 344,711		\$ (41,244)
Other Assets		\$ 2,238,136		\$ 2,241,033		\$ (2,897)		\$ 2,691,459		\$ (453,323)
Total Other Assets		\$ 6,670,713		\$ 6,691,072		\$ (20,360)		\$ 7,301,443		\$ (630,731)
<b>Total Assets</b>		<u>\$ 135,374,234</u>		<u>\$ 134,081,455</u>		<u>\$ 1,292,779</u>		<u>\$ 137,078,238</u>		<u>\$ (1,704,003)</u>
<b>Liabilities and Equity</b>										
Accounts Payable/Liabilities		\$ 864,066		\$ 756,360		\$ 107,706		\$ 858,265		\$ 5,801
Total Borrowings		\$ -		\$ -		\$ -		\$ -		\$ -
Member Deposits										
Savings and Clubs	14,070	\$ 51,268,413	14,135	\$ 51,201,316	(65)	\$ 67,098	14,871	\$ 48,929,837	(801)	\$ 2,338,576
Money Market accounts	817	\$ 24,110,995	820	\$ 23,914,085	(3)	\$ 196,910	859	\$ 25,551,015	(42)	\$ (1,440,020)
Checking	7,654	\$ 23,327,879	7,648	\$ 21,819,577	6	\$ 1,508,302	7,552	\$ 22,694,162	102	\$ 633,717
Certificates	1,116	\$ 16,456,888	1,133	\$ 16,751,723	(17)	\$ (294,835)	1,269	\$ 17,797,076	(153)	\$ (1,340,188)
Demand IRAs	510	\$ 5,366,983	510	\$ 5,505,655	0	\$ (138,672)	566	\$ 5,796,317	(56)	\$ (429,335)
IRA Certificates	448	\$ 5,221,463	454	\$ 5,277,072	(6)	\$ (55,608)	510	\$ 6,146,134	(62)	\$ (924,670)
Total Member Deposits	24,615	\$ 125,752,621	24,700	\$ 124,469,427	(85)	\$ 1,283,194	25,627	\$ 126,914,541	(1,012)	\$ (1,161,920)
Capital										
Regular Reserves		\$ 5,708,723		\$ 5,708,723		\$ -		\$ 5,459,831		\$ 248,892
Undivided Earnings		\$ 3,315,454		\$ 3,360,435		\$ (44,981)		\$ 3,845,600		\$ (530,146)
Unrealized Gain/Loss (AFS)		\$ (266,630)		\$ (213,490)		\$ (53,140)		\$ -		\$ (266,630)
Total Capital		\$ 8,757,547		\$ 8,855,668		\$ (98,121)		\$ 9,305,431		\$ (547,884)
<b>Total Liabilities and Equity</b>		<u>\$ 135,374,234</u>		<u>\$ 134,081,455</u>		<u>\$ 1,292,779</u>		<u>\$ 137,078,238</u>		<u>\$ (1,704,003)</u>

**TUCSON OLD PUEBLO CREDIT UNION - FINANCIAL STATEMENTS  
AS OF AUGUST 31, 2013**

	Current Month Amount	Year to Date Amount	Prior Year to Date Amount	Difference	Budget Ytd	Budget Difference	%
<b>Income</b>							
Interest on Loans	\$ 268,614	\$ 2,331,976	\$ 2,773,064	\$ (441,089)	\$ 2,507,336	\$ (175,360)	-7%
Income from Investments	\$ 51,327	\$ 352,769	\$ 479,498	\$ (126,729)	\$ 416,000	\$ (63,231)	-15%
Investment Services Income	\$ 30,232	\$ 160,342	\$ 131,571	\$ 28,771	\$ 132,000	\$ 28,342	21%
Fee Income	\$ 92,203	\$ 770,774	\$ 871,794	\$ (101,021)	\$ 855,856	\$ (85,082)	-10%
Other Operating Income	\$ 13,654	\$ 185,928	\$ 43,251	\$ 142,677	\$ 185,200	\$ 728	0%
<b>Total Income</b>	\$ 476,030	\$ 3,801,769	\$ 4,299,179	\$ (497,391)	\$ 4,056,392	\$ (294,603)	-7%
<b>Operating Expenses</b>							
Employee Compensation	\$ 186,805	\$ 1,550,412	\$ 1,734,123	\$ (183,711)	\$ 1,507,664	\$ 42,748	3%
Employee Incentives	\$ 320	\$ 320	\$ 425	\$ (105)	\$ 2,336	\$ (2,016)	-86%
Employee Benefits	\$ 33,868	\$ 309,829	\$ 348,417	\$ (38,588)	\$ 317,464	\$ (7,635)	-2%
Meetings	\$ 768	\$ 9,409	\$ 13,759	\$ (4,350)	\$ 16,920	\$ (7,511)	-44%
Loan Servicing	\$ 8,191	\$ 101,796	\$ 102,978	\$ (1,182)	\$ 115,336	\$ (13,540)	-12%
State Banking Dept. Fee	\$ 1,325	\$ 10,597	\$ 10,264	\$ 333	\$ 11,200	\$ (603)	-5%
Office Occupancy	\$ 39,985	\$ 303,858	\$ 293,703	\$ 10,155	\$ 297,216	\$ 6,642	2%
Office Operations	\$ 41,942	\$ 374,760	\$ 409,263	\$ (34,503)	\$ 372,136	\$ 2,624	1%
Miscellaneous Expenses	\$ 372	\$ 6,195	\$ 16,199	\$ (10,003)	\$ 5,664	\$ 531	9%
Member Insurance	\$ 2,157	\$ 6,957	\$ 5,350	\$ 707	\$ 10,000	\$ (3,943)	-39%
NCLUSIF Corp Stabilization	\$ -	\$ 96,211	\$ 117,218	\$ (19,007)	\$ -	\$ 98,211	#DIV/0!
Associational Dues	\$ 2,057	\$ 18,120	\$ 17,569	\$ 551	\$ 16,000	\$ 2,120	13%
Educational & Training	\$ 584	\$ 7,853	\$ 12,787	\$ (4,934)	\$ 6,000	\$ 1,853	31%
Professional & Outside Services	\$ 86,168	\$ 646,671	\$ 596,915	\$ 49,756	\$ 576,056	\$ 70,615	12%
Travel and Conference	\$ 879	\$ 4,521	\$ 8,342	\$ (3,821)	\$ 3,336	\$ 1,185	36%
Promotional Expenses	\$ 5,565	\$ 56,992	\$ 71,928	\$ (14,936)	\$ 55,000	\$ 1,992	4%
Cash Short/Over	\$ (113)	\$ 412	\$ 770	\$ (358)	\$ 800	\$ (388)	-49%
Deposit Account Adjustments	\$ 2,457	\$ 27,945	\$ 21,040	\$ 6,905	\$ 16,000	\$ 11,945	75%
<b>Total Operating Expenses</b>	\$ 413,029	\$ 3,533,957	\$ 3,776,049	\$ (242,092)	\$ 3,329,128	\$ 204,829	6%
<b>Net Operating Income</b>	\$ 63,000	\$ 267,812	\$ 523,130	\$ (313,907)	\$ 727,264	\$ (409,432)	-65%
<b>Provision for Losses</b>	\$ 97,417	\$ (110,881)	\$ 785,120	\$ (896,001)	\$ 248,000	\$ (358,881)	-145%
<b>Dividends</b>	\$ 19,053	\$ 17,888	\$ 7,800	\$ 10,088	\$ 8,000	\$ 9,888	124%
<b>Interest on Borrowed Money</b>	\$ -	\$ 161,727	\$ 282,144	\$ (120,417)	\$ 190,064	\$ (28,937)	-15%
<b>Non-Operating (Income) Expense</b>	\$ -	\$ 20	\$ 1,294	\$ (1,274)	\$ -	\$ 20	BUDGET IS ZERO
<b>(Gain)/Loss Foreclosed Assets</b>	\$ (8,489)	\$ (100)	\$ 1,625	\$ (1,725)	\$ -	\$ (100)	BUDGET IS ZERO
<b>Net Income (Loss)</b>	\$ (49,981)	\$ 109,985	\$ (606,039)	\$ 716,024	\$ 320,600	\$ (210,615)	-66%

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.

  
 Chris Lewis, VP of Finance/CFO  
  
 John Brady, Treasurer  
  
 Vera Rabboni, President/CEO

Date 9/19/13  
 Date 9/20/13  
 Date 9/19/13

**TUCSON OLD PUEBLO CREDIT UNION - ADDENDUM TO THE FINANCIAL STATEMENTS  
AS OF AUGUST 31, 2013**

	Current Month		Prior Month		Difference		Prior Year		Difference	
	Number	Amount	Number	Amount	Number	Amount	Number	Amount	Number	Amount
Loan Delinquency										
60-179 DAYS	9	131,256	10	220,558	(1)	(89,302)	26	\$ 549,177	-17	\$ (417,921)
180-359 DAYS	6	245,347	6	177,414	-	67,933	8	327,801	-2	(82,454)
OVER 359 DAYS	4	59,817	4	60,248	-	(431)	12	126,076	-8	(66,259)
Total Delinquency	19	\$ 436,420	20	\$ 458,220	(1)	\$ (21,800)	46	\$ 1,003,054	-27	\$ (566,634)
<b>Ratios</b>	<b>Percent</b>		<b>Percent</b>		<b>Percent</b>		<b>Percent</b>		<b>Percent</b>	
Loans/Deposits	50.19%		51.23%		-1.04%		54.82%		-4.64%	
Efficiency Ratio (YTD expenses/income)	92.96%		93.84%		-0.89%		87.83%		5.12%	
Delinquent Loans/Loans	0.69%		0.72%		-0.03%		1.44%		-0.75%	
Net Interest Margin	2.80%		2.70%		0.11%		3.06%		-0.26%	
Capital Ratio	6.67%		6.76%		-0.10%		6.79%		-0.12%	
Return on Average Assets (YTD)	0.12%		0.20%		-0.08%		-0.73%		0.85%	
<b>Other Information</b>	<b>Number</b>		<b>Number</b>		<b>Number</b>		<b>Number</b>		<b>Number</b>	
Primary Accounts	13,045		13,116		(71)		13,943		(898)	
New Primary Accounts	78		105		(27)		104		(26)	

**TUCSON OLD PUEBLO CREDIT UNION - INVESTMENT ANALYSIS**

Investment Description	Market Value	Weighted Avg Yield	Book Value	weighting factors to calculate overall weighted interest rate	Non SFAS 115 Inv.
Short Term Investments (1 year or less)					
Firstcorp Certificates	\$ 4,981,000	0.85%	4,981,000	42,089	4,981,000
Certificates of Deposit					
Long Term Certificates (greater than 1 year)					
Certificates of Deposit: 3 yrs or less	\$ 7,505,000	1.84%	7,505,000	138,392	7,505,000
Certificates of Deposit over 3 years	\$ 5,674,000	1.48%	5,674,000	83,975	5,674,000
Federal Agency Securities (greater than 1 year)					
FHLB, FNMA, FHLMC, FFCB	\$ 14,776,556	0.74%	15,000,000	110,696	
Mortgage Backed Securities (MBS)	\$ 15,950,835	1.24%	15,689,612	194,175	
Unrealized Gain/Loss (AFS)			\$ (266,630)		
FirstCorp Perm. Inv. Capital	\$ 526,371	0.25%	\$ 526,371	1,316	\$ 526,371
Catalyst FCU Capital	\$ 333,813	0.69%	\$ 333,813	2,303	\$ 333,813
AGENCY PREM/DISC	-		167		
MBS PREM/DISC	-		715,664		
Total Earning Investments	\$ 49,747,576	1.14%	\$ 50,158,997	572,947	19,020,184
Securities committed that settle next month	-		-		
Total Investments	\$ 49,747,576		\$ 50,158,997		