



**ANNUAL REPORT**

**of**

**ALABAMA CREDIT UNION ADMINISTRATION**

**of the**

**STATE OF ALABAMA**

**FOR THE CALENDAR YEAR ENDING**

**DECEMBER 31, 2012**





**STATE OF ALABAMA**  
**ALABAMA CREDIT UNION ADMINISTRATION**

1789 CONG. WM. L. DICKINSON DR., MONTGOMERY, ALABAMA 36109-2601

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ROBERT BENTLEY  
GOVERNOR

LARRY D. MORGAN, CCUE, CFP  
ADMINISTRATOR

April 22, 2013

The Honorable Robert Bentley  
Governor of Alabama  
Alabama State Capitol  
Montgomery, AL 36130

Dear Governor Bentley:

It is my pleasure to present the following Annual Report of the Alabama Credit Union Administration to you and the people of Alabama.

The report covers the year 2012 and contains information concerning the activities of the agency, including financial and statistical highlights for the sixty-eight state chartered credit unions the agency is responsible for regulating, supervising and chartering.

Sincerely yours,

Larry D. Morgan, CCUE, CFP  
Administrator

## **ACUA ADVISORY BOARD**

### **MEMBER**

Larry D. Morgan.....	ACUA Administrator/CEO Ex-Officio Member Chairman of the Board
Steve Nix .....	President First Educators CU Birmingham, AL
Joey Hand.....	President ēCO CU Birmingham, AL
Linda Cencula.....	President Alabama Telco CU Birmingham, AL
Charles Faulkner.....	President Jefferson CU Birmingham, AL
Greg McClellan.....	President Max CU Montgomery, AL
Greta Webb-Williams.....	Supervisory Committee Guardian CU Montgomery, AL
Board Member .....	Vacant

## **ACUA PERSONNEL**

Larry D. Morgan.....Administrator/CEO

### **EXAMINING STAFF**

Lloyd H. Moore.....Assistant Administrator  
Peter C. Ukeje.....Bank Examinations Coordinator  
James M. Arndt, Jr.....Bank Examinations Coordinator  
Robert J. Russell.....Bank Examinations Coordinator  
Trey Ragland.....State Professional Trainee  
Marie H. Steele.....Contract Examiner

### **ADMINISTRATIVE SUPPORT STAFF**

Christy J. Ealum.....Executive Secretary  
Jan D. Reeves.....Administrative Support Assistant II

### **LEGAL COUNSEL**

Mark J. Williams.....Retained Legal Counsel

### **AGENCY WEB SITE**

**[www.acua.alabama.gov](http://www.acua.alabama.gov)**

## **BIOGRAPHICAL INFORMATION FOR AGENCY STAFF**

### **Larry D. Morgan – Administrator**

B.S. Business Administration/Accounting and Management, 1967 – Auburn University

Mr. Morgan worked with the Alabama Credit Union League as a Field Auditor from 1968 to 1972. APCO Employees Credit Union President for 38 years from 1973 to 2010. Certified Credit Union Executive (CCUE), Certified Financial Planner (CFP), Who's Who in America's Credit Unions, Corporate America (Alabama Corporate) Board of Directors from chartering to February 2011, Alabama Service Center Board of Directors from inception to December 31, 2010, Credit Union Managers Association Director and Official, Birmingham Chapter of Credit Union Directors and Officials, CUES Alabama Chapter Official, Alabama Credit Union Administration Advisory Board Member, served on several League Committees.

### **Lloyd H. Moore – Assistant Administrator**

B.S. Business Administration / Finance, 1987 – Auburn University Montgomery

Mr. Moore currently serves in the position of Assistant Administrator. He has a total of 21 years of service with ACUA and previously served in the roles of credit union examiner and supervisor of examiners. Prior to joining ACUA, his professional experience includes employment as an auditor in the banking industry and as a credit union examiner with the National Credit Union Administration (NCUA). He was employed in the credit union industry for 2 years while attending college. Mr. Moore is a State Certified Public Manager and is a Certified State Credit Union Examination Supervisor with NASCUS.

### **Peter C. Ukeje – Bank Examinations Coordinator**

B.S. Business Administration, 1983 - Alabama A&M University

Masters of Business Administration (MBA), 1985 – Alabama A&M University

Mr. Ukeje has been a credit union examiner with ACUA since September of 1991. Prior to joining ACUA, he served for 4 years in the U.S. Army as a supply sergeant. Mr. Ukeje is a NASCUS Certified State Credit Union Examiner.

### **James M. Arndt, Jr. – Bank Examinations Coordinator**

B.S. Business Administration, 1987 – Auburn University

Mr. Arndt has attained 16 years of experience serving as a credit union examiner with ACUA. He brought knowledge to ACUA after having served eleven years as a manager in the consumer finance and banking industries. Mr. Arndt is also a NASCUS Certified State Credit Union Examiner.

## **BIOGRAPHICAL INFORMATION FOR AGENCY STAFF (CONTINUED)**

### **Robert J. Russell – Bank Examinations Coordinator**

B.S. Business Administration / Finance, 1990 – Auburn University Montgomery

Mr. Russell has a total of 13 years experience examining credit unions, including 2 ½ years with the National Credit Union Administration (NCUA). He also has 9 years of experience serving in various positions in the banking and financial services industry, including 4 years with a credit union. Mr. Russell is a NASCUS Certified State Credit Union Examiner.

### **Trey Ragland – State Professional Trainee**

B.S. Business Administration, 2012 –University of Alabama Birmingham

Mr. Ragland joined ACUA as a trainee in June of 2012.

### **Marie H. Steele – Contract Examiner**

Mrs. Steele joined ACUA as a contract examiner in 2006. She has 25 years of experience working in the financial services industry, including 8 years managing Dixie Craft Employees Credit Union in Goodwater, Alabama. In addition, Mrs. Steele spent 5 years managing and 3 years owning and operating a small finance company. She received certification from CUNA in 2007 as a Bank Secrecy Act Compliance Specialist. Mrs. Steele is also a NASCUS Certified State Credit Union Examiner.

### **Christy J. Ealum – Executive Secretary**

Mrs. Ealum has been employed with the State of Alabama for 28 years. She began working with the state in 1984 with the Department of Finance Division of Purchasing, and has worked with the Department of Revenue, Department of Public Safety, and the General Contractors Board. Mrs. Ealum began employment with the Alabama Credit Union Administration in 2005 as an Administrative Support Assistant I. Mrs. Ealum was promoted to Administrative Support Assistant II in 2007 and to Executive Secretary in 2011.

### **Jan Reeves – Administrative Support Assistant II**

B.S. Business Education, 1980 – Auburn University

Mrs. Reeves joined ACUA in November 2011. Formerly a judicial assistant for a Montgomery County District Court Judge through the Administrative Office of Courts, she has over 25 years experience as a legal assistant.

## **Mission Statement**

The Alabama Credit Union Administration's mission is to provide effective supervision and regulation in order to affirm the future viability of credit unions and the safety of deposits therein, promote the unencumbered commerce between the citizens of Alabama and credit unions, allow for innovations in services, products, and technology that maximize credit unions' capabilities to provide service, and assure that Alabama state credit unions provide professional, and competent financial services to the citizens of Alabama regardless of means.

## **Authority and Responsibility**

Established in May of 1985 by Legislative Act 85-457 (the Act), the Alabama Credit Union Administration is an independent state agency devoted exclusively to chartering, regulating, and supervising Alabama state chartered credit unions. The ACUA is one of only a very few state agencies nationwide that enjoys such independence. The Alabama Credit Union Administration was accredited by the National Association of State Credit Union Supervisors (NASCUS) in 1998. Accreditation standards are reviewed every five years. In January, 2009, the agency was reaccredited by NASCUS for five years.

The Act provides for the annual examination of each credit union's books and records for safe and sound operation. On every such examination, inquiry is made as to the conditions and resources of the credit union, the mode of conducting and managing the affairs of the credit union, and the action of its directors, officers, and management. The agency's examiners also inquire into the investment of the funds (deposits) of the credit union, the safety and soundness issues affecting the credit union, and whether the requirements of its charter and applicable laws have been complied with. In addition to annual examinations, multiple examinations shall occur whenever, in the judgment of the Administrator, the condition of a credit union or the public's best interest render additional examinations necessary. The ACUA also approves charters for new credit unions, supervises mergers, liquidations, bylaw changes, field of membership changes, and promulgates regulations as necessary.

Examining staff, in their capacity, assist credit unions in practicing due diligence, increasing efficiency and ensuring strong internal controls. Examiners also review compliance with applicable laws and regulations, and oversee corrective actions where required. When necessary, ACUA may augment its regulatory presence through the issuance of Memoranda of Understanding (MOU's), Letter of Understanding and Agreements (LUA's), Cease and Desist Orders (C&D's), and Conservatorship Orders.

## *Administrator's Report*

I would like to extend my sincere appreciation to each credit union employee and official who contributed to the success of our state's credit unions in 2012. The year 2012 saw improvement in the earnings of our state's sixty-eight (68) credit unions from the previous year. However, the effects of the great recession that ended in 2009 have finally disappeared with loan balances increasing by 8% in 2012. Even though interest rates remain at historical lows, many of our credit unions were able to pay their members an above market dividend rate while maintaining exceptional capital levels expected of a properly managed credit union.

The Alabama Credit Union Administration will continue to take a proactive approach in working with credit union management to resolve regulatory issues and safety and soundness problems while emphasizing the need for credit unions to enhance member services. Alabama's credit unions need to offer their members all of the consumer financial services that the banks offer but with lower fees and with a more efficient and user friendly delivery platform. As a member owned financial institution, your goal should be to operate as efficiently as possible in order to benefit your members with low cost loans, higher deposit yields and low fees for services. By keeping your operating costs at a minimum, a credit union can meet the true definition of a cooperative group of members helping members. It is very important to encourage your membership to get involved in the election process and annual meeting in order to make sure that qualified men and women are serving as officials.

Credit union management and officials know that change is constant and with change of any type such as economic, regulatory, legal or any other, the changes will bring new challenges for management and boards in conducting business. As you face new challenges, please evaluate your strategic plan, marketing plan and capital preservation plan in order to properly meet the needs of your members.

The goal of our agency is to keep losses to the NCUA and the American Share Insurance Funds from occurring. Our agency strives to be pro-active as we try to identify emerging problems and provide the proper level of supervision in order to correct problems before losses occur.

During 2012 we issued a new charter to Gateway Credit Union located in Montgomery. We also added two existing credit unions in Family Savings Credit Union of Gadsden and Alabama Rural Electric Credit Union of Montgomery as they converted from federal charters to Alabama chartered credit unions. We did not have any credit unions to merge or liquidate in 2012 thus we increased our number of credit union by three to a total of sixty-eight. We did not have to conserve any of our credit unions during the year and overall our financial ratings continue to improve. Our supervision policy encourages a working relationship with the insurers, other regulators and of course credit union officials and management. We are accomplishing this policy by performing more offsite monitoring and analysis. In addition we utilize follow up on-site contacts as needed and all of our credit unions receive an on-site comprehensive examination annually. Many of our examinations are joint exams with examiners from the insuring agencies.

Our agency continues to operate on a sound financial basis as our annual operating fee income continues to exceed our operating costs. We thank Governor Bentley and the Legislature for their continued support of Alabama's credit unions. We pledge to the citizens of Alabama to dedicate our efforts in making Alabama's credit unions the safest and financially strongest credit unions in America.



## ***REPORT OF THE ASSISTANT ADMINISTRATOR***

2012 was a year of continued growth for Alabama credit unions. Total Assets for all Alabama credit unions under the Administration's supervision, including Corporate America Credit Union, decreased approximately (-0.25%) from \$12.41 billion to \$12.38 billion.

Shares and deposits in all Alabama state chartered natural person credit unions increased from \$7.97 billion in 2011 to \$8.81 billion in 2012, a 10.6% increase. Credit union membership in state chartered credit unions increased from 922,811 to 1,013,260, a 9.80% annualized growth rate. Alabama chartered credit unions employed 2,421 individuals full-time and 285 part-time as of year-end 2012.

Net Worth for all Alabama state chartered natural person credit unions (excluding Corporate America Credit Union) increased 10.2% to \$1,120,086,380. However, the Net Worth ratio as a percentage of Total Assets decreased from 11.19% in 2011 to 11.15% in 2012.

The total amount of delinquent loans (loans greater than 2 months delinquent) increased by \$10.5 million or 17.82%. The ratio of delinquent loans to total loans increased from 1.42% in 2011 to 1.54% in 2012. Loan losses, measured as the ratio of loans charged off during the year (net of recoveries) to average loans, decreased from 0.69% to 0.64%.

Return on Average Assets (the ratio of net income to average assets) for all natural person credit unions decreased from 0.74% in 2011 to 0.66% in 2012. The net interest margin, or difference between interest income and interest expense measured against average assets, decreased from 2.76% in 2011 to 2.57% in 2012. Interest rates still remained low and competition for loan business among lenders continues to be intense. The average yield on loans for credit unions decreased from 6.25% in 2011 to 6.09% in 2012.

There was one new charter granted in 2012 and no liquidations or dissolutions. The Administration currently oversees sixty-eight (68) credit unions. These are made up of sixty-five (65) federally insured natural person credit unions, two (2) non-federally insured natural person credit unions, and one (1) federally insured corporate credit union (Corporate America).

## **Prompt Corrective Action, Capital Requirements & Capital Preservation Plans**

In 1998, with the passage of the Credit Union Membership Access Act, Congress required the establishment of minimum capital standards for all federally insured credit unions. The act also required that the National Credit Union Administration (NCUA) develop a system of “Mandatory Supervisory Actions (MSAs)” designed to ensure that all credit unions remain at least “adequately” capitalized. These actions range in severity from the establishment of a Net Worth restoration plan to required transfers of earnings and restrictions on asset growth. In order to avoid the imposition of MSAs, credit unions should endeavor to retain capital at the determined “well capitalized” level. That level, determined by measuring the ratio of Net Worth (Equity Capital exclusive of the Allowance for Loan & Lease Losses and Accumulated, Unrealized Gain or Loss on Available for Sale Investments) to Assets, is 7%.

Credit unions with less than 6% of Net Worth to Assets are classified as undercapitalized, significantly undercapitalized and/or critically undercapitalized. NCUA has developed a series of both “Mandatory Discretionary Supervisory Actions” (MSA’s) and “Discretionary Supervisory Actions” (DSA’s) to better supervise these situations.

For 2012, no Alabama state chartered credit union would be considered undercapitalized according to the basic capital requirements of the federally-driven Prompt Corrective Action ruling.

In addition to the above mentioned federally imposed minimum capital requirements, Title 5-17-19 (a) of the Code of Alabama authorizes ACUA to require additional reserves which the Administrator finds necessary under particular circumstances to protect the ongoing interest of each credit union and its member depositors. Such circumstances may include, but are not limited to, increasing loan losses, investment losses, and / or deteriorating economic conditions (in general or specific to the credit union). The Administrator recognizes that these or other conditions could ultimately cause a credit union to suffer financially and erode member confidence in a credit union’s ability to offer competitive products and services and remain viable in the financial sector. ACUA Regulation, Section 6, which supports this measure, requires every state chartered credit union to create and submit to the Administrator a written annual Capital Preservation Plan each year. The plan will be in effect for that calendar year unless rejected by the Administrator within 60 days of being submitted. The submission of such plans must not be later than May 1<sup>st</sup> of each year. Finally, each state chartered credit union shall make a reserve transfer in accordance with their approved Capital Preservation Plan by December 31<sup>st</sup> of that year; provided that the Administrator may reduce the amount of such transfer upon good cause.

**Alabama's Natural Person & Corporate Credit Unions Ranked by Assets**  
**For**  
**CY 2011 and 2012**

<u>2011</u>	<u>2012</u>	<u>Credit Union</u>	<u>Location</u>	<u>Total Assets</u> <u>12/31/2011</u>	<u>Total Assets</u> <u>12/31/2012</u>
1	1	CORPORATE AMERICA	IRONDALE	\$ 3,332,474,690	\$ 2,342,750,301
2	2	APCO EMPLOYEES	BIRMINGHAM	\$ 2,129,509,795	\$ 2,305,460,527
3	3	MAX	MONTGOMERY	\$ 913,542,767	\$ 981,263,652
4	4	ALABAMA ONE	TUSCALOOSA	\$ 598,041,442	\$ 616,738,382
6	5	LISTERHILL	SHEFFIELD	\$ 540,798,525	\$ 600,889,859
5	6	ALABAMA TELCO	BIRMINGHAM	\$ 573,111,373	\$ 591,180,985
7	7	ALABAMA	TUSCALOOSA	\$ 479,100,383	\$ 549,206,141
8	8	FAMILY SECURITY	DECATUR	\$ 462,036,582	\$ 488,813,178
N/A	9	FAMILY SAVINGS	GADSDEN	\$ 281,035,068	\$ 303,211,267
9	10	TVA	MUSCLE SHOALS	\$ 268,398,695	\$ 279,247,437
15	11	FIVE STAR	DOTHAN	\$ 183,531,146	\$ 251,608,110
10	12	WINSOUTH /FKA COMMUNITY	GADSDEN	\$ 238,265,247	\$ 233,283,689
12	13	GUARDIAN	MONTGOMERY	\$ 212,083,152	\$ 228,846,971
11	14	ALABAMA TEACHERS	GADSDEN	\$ 213,837,372	\$ 226,204,314
13	15	ALABAMA STATE EMPLOYEES	MONTGOMERY	\$ 195,366,761	\$ 206,097,281
14	16	NEW HORIZONS	MOBILE	\$ 187,863,325	\$ 197,128,568
16	17	FORT MCCLELLAN	ANNISTON	\$ 167,030,520	\$ 184,054,879
17	18	MUTUAL SAVINGS	BIRMINGHAM	\$ 161,285,876	\$ 152,059,722
18	19	ALABAMA CENTRAL	BIRMINGHAM	\$ 124,564,002	\$ 127,685,355
19	20	FIRST EDUCATORS	BIRMINGHAM	\$ 117,229,807	\$ 124,477,197
20	21	ēCO	BIRMINGHAM	\$ 113,561,771	\$ 119,044,644
21	22	TUSCALOOSA TEACHERS	TUSCALOOSA	\$ 106,629,239	\$ 114,825,700
23	23	HERITAGE SOUTH	SYLACAUGA	\$ 78,457,556	\$ 83,032,622
22	24	NORTH ALABAMA EDUCATORS	HUNTSVILLE	\$ 79,372,691	\$ 81,069,136
24	25	NAHEOLA	PENNINGTON	\$ 72,710,901	\$ 75,354,998
25	26	MOBILE EDUCATORS	MOBILE	\$ 69,351,594	\$ 71,161,149
26	27	JEFFERSON	BIRMINGHAM	\$ 66,059,539	\$ 67,621,907
27	28	VALLEY	TUSCUMBIA	\$ 60,478,504	\$ 62,845,255
29	29	TUSCALOOSA	TUSCALOOSA	\$ 53,501,827	\$ 59,707,702
31	30	RIVERDALE	SELMA	\$ 48,821,358	\$ 55,233,094
30	31	CHAMPION COMMUNITY	COURTLAND	\$ 50,333,827	\$ 53,773,975
28	32	LANDMARK	FAIRFIELD	\$ 55,204,757	\$ 51,259,102
32	33	SECURE FIRST	BIRMINGHAM	\$ 46,722,654	\$ 44,541,993
33	34	DCH	TUSCALOOSA	\$ 32,454,350	\$ 29,803,204
34	35	LAUDERDALE COUNTY TEACHERS	FLORENCE	\$ 29,413,115	\$ 29,457,124
N/A	36	ALABAMA RURAL ELECTRIC	MONTGOMERY	\$ 27,340,955	\$ 28,476,220
35	37	SOCIAL SECURITY	BIRMINGHAM	\$ 27,015,364	\$ 27,806,947
40	38	ENERGEN	BIRMINGHAM	\$ 20,116,549	\$ 24,607,046
36	39	WOLVERINE	DECATUR	\$ 22,804,453	\$ 22,564,785
37	40	MOBILE GOVERNMENT EMPLOYEES	MOBILE	\$ 22,178,467	\$ 22,239,111
38	41	HEALTH	BIRMINGHAM	\$ 20,768,336	\$ 22,096,436

**Alabama's Natural Person & Corporate Credit Unions Ranked by Assets**  
**For**  
**CY 2011 and 2012**

<u>2011</u>	<u>2012</u>	<u>Credit Union</u>	<u>Location</u>	<u>Total Assets</u> <u>12/31/2011</u>	<u>Total Assets</u> <u>12/31/2012</u>
41	42	AZALEA CITY	MOBILE	\$ 19,068,361	\$ 21,272,077
39	43	MILESTONE	BIRMINGHAM	\$ 20,580,669	\$ 19,039,886
42	44	RAILWAY EMPLOYEES	MUSCLE SHOALS	\$ 16,873,441	\$ 16,525,072
44	45	ALABAMA RIVER	MONROEVILLE	\$ 14,153,635	\$ 15,539,155
43	46	CITY	TUSCALOOSA	\$ 14,420,130	\$ 14,618,807
45	47	ALLIED	JACKSON	\$ 13,223,107	\$ 13,736,758
47	48	FEDERAL EMPLOYEES	BIRMINGHAM	\$ 12,354,438	\$ 13,567,559
46	49	OPP MICOLAS	OPP	\$ 12,969,079	\$ 13,193,415
49	50	MOBILE POSTAL EMPLOYEES	MOBILE	\$ 10,811,556	\$ 10,894,769
48	51	CRAIG	SELMA	\$ 10,852,078	\$ 10,594,651
50	52	L & N	BIRMINGHAM	\$ 10,734,681	\$ 10,298,432
55	53	SHORELINE	MOBILE	\$ 7,804,822	\$ 9,515,802
53	54	PIKE TEACHERS	TROY	\$ 7,900,529	\$ 8,348,538
52	55	BRASSIES	ANNISTON	\$ 8,276,232	\$ 7,572,513
54	56	BLUE FLAME	MOBILE	\$ 7,889,088	\$ 7,391,872
56	57	ALABAMA POSTAL	BIRMINGHAM	\$ 6,798,105	\$ 7,290,789
51	58	TUSCALOOSA COUNTY	TUSCALOOSA	\$ 8,618,692	\$ 7,259,569
57	59	CHEM FAMILY	ANNISTON	\$ 6,331,419	\$ 6,439,725
58	60	CITY OF BIRMINGHAM GENERAL EMPLOYEES	BIRMINGHAM	\$ 5,746,952	\$ 6,200,169
59	61	BIRMINGHAM POLICE	BIRMINGHAM	\$ 5,404,114	\$ 5,803,054
60	62	CHEMCO	MCINTOSH	\$ 4,625,936	\$ 4,808,154
61	63	FIREMAN'S	BIRMINGHAM	\$ 3,914,035	\$ 4,214,243
62	64	POSTAL EMPLOYEES	HUNTSVILLE	\$ 3,230,401	\$ 3,197,544
63	65	DIXIE CRAFT EMPLOYEES	GOODWATER	\$ 2,722,676	\$ 3,038,288
64	66	O'NEAL	BIRMINGHAM	\$ 2,659,972	\$ 2,875,320
65	67	EMPLOYEES SAVINGS	MONTGOMERY	\$ 2,536,680	\$ 2,688,482
N/A	68	GATEWAY	MONTGOMERY	N/A	\$ -

Summary Financial Information									
ALL Federal Insured and Non-Federal Insured Alabama State Chartered Credit Unions									
ASSETS:	Dec-2008	Dec-2009	% Chg	Dec-2010	% Chg	Dec-2011	% Chg	Dec-2012	% Chg
	Amount	Amount		Amount		Amount		Amount	
Cash & Equivalents	1,154,201,104	1,414,672,524	22.6	1,770,386,001	25.1	1,499,897,255	-15.3	1,621,175,994	8.1
TOTAL INVESTMENTS	1,536,412,824	1,924,945,351	25.3	2,135,439,055	10.9	3,015,378,923	41.2	3,456,935,919	14.6
Loans Held for Sale	1,288,715	2,792,366	116.7	2,209,250	-20.9	1,574,338	-28.7	3,884,320	146.7
Real Estate Loans	1,532,024,395	1,817,286,505	18.6	1,827,192,256	0.5	1,874,339,045	2.6	2,052,121,978	9.5
Unsecured Loans	386,552,255	413,709,513	7.0	421,790,932	2.0	428,648,113	1.6	461,733,446	7.7
Other Loans	1,846,461,286	2,012,821,966	9.0	1,951,071,148	-3.1	1,861,794,433	-4.6	1,995,616,843	7.2
TOTAL LOANS	3,765,037,936	4,243,817,984	12.7	4,200,054,336	-1.0	4,164,781,591	-0.8	4,509,472,267	8.3
(Allowance for Loan & Lease Losses)	(40,453,791)	(48,727,542)	20.5	(51,794,416)	6.3	(48,459,122)	-6.4	(54,704,465)	12.9
Land And Building	150,799,442	173,001,624	14.7	185,201,540	7.1	202,871,427	9.5	222,265,200	9.6
Other Fixed Assets	22,704,102	21,910,008	-3.5	22,515,975	2.8	19,564,923	-13.1	24,188,662	23.6
NCUSIF Deposit	31,637,769	63,800,964	101.7	69,119,015	8.3	75,062,069	8.6	84,420,539	12.5
All Other Assets	113,584,727	121,982,693	7.4	117,514,317	-3.7	151,167,002	28.6	172,265,871	14.0
TOTAL ASSETS	6,735,212,828	7,918,195,972	17.6	8,450,645,073	6.7	9,081,838,406	7.5	10,039,904,307	10.5
LIABILITIES & CAPITAL:									
Dividends Payable	5,173,071	4,629,308	-10.5	3,106,858	-32.9	2,368,616	-23.8	3,665,621	54.8
Notes & Interest Payable	35,088,217	35,667,906	1.7	28,871,270	-19.1	53,865,512	86.6	53,862,248	0.0
Accounts Payable & Other Liabilities	45,644,109	39,424,620	-13.6	40,521,754	2.8	49,220,392	21.5	53,453,531	8.6
Uninsured Secondary Capital and Subordinated Debt Included in Net Worth <sup>3</sup>	0	0		0		0		0	
TOTAL LIABILITIES	85,905,397	79,721,834	-7.2	72,499,882	-9.1	105,454,520	45.5	110,981,400	5.2
Share Drafts	655,998,820	811,201,785	23.7	849,503,285	4.7	951,641,164	12.0	1,079,770,132	13.5
Regular shares	2,136,648,578	2,453,552,401	14.8	2,801,843,057	14.2	3,213,628,007	14.7	3,746,461,987	16.6
All Other Shares & Deposits	3,057,139,798	3,686,552,055	20.6	3,792,954,024	2.9	3,805,329,358	0.3	3,989,236,267	4.8
TOTAL SHARES & DEPOSITS	5,849,787,196	6,951,306,241	18.8	7,444,300,366	7.1	7,970,598,529	7.1	8,815,468,386	10.6
Regular Reserve	289,294,287	329,749,505	14.0	353,426,656	7.2	382,773,931	8.3	417,371,439	9.0
Other Reserves	223,477,360	230,792,542	3.3	247,235,819	7.1	274,260,048	10.9	303,734,645	10.7
Undivided Earnings	286,748,588	326,625,850	13.9	333,182,350	2.0	348,751,378	4.7	392,348,437	12.5
TOTAL EQUITY	799,520,235	887,167,897	11.0	933,844,825	5.3	1,005,785,357	7.7	1,113,454,521	10.7
TOTAL LIABILITIES, SHARES, & EQUITY	6,735,212,828	7,918,195,972	17.6	8,450,645,073	6.7	9,081,838,406	7.5	10,039,904,307	10.5
INCOME & EXPENSE									
Loan Income*	258,013,340	277,666,417	7.6	273,710,486	-1.4	261,366,134	-4.5	264,269,067	1.1
Investment Income*	92,625,687	72,150,338	-22.1	65,993,747	-8.5	76,269,675	15.6	66,730,794	-12.5
Other Income*	103,796,289	114,998,588	10.8	113,610,473	-1.2	119,827,595	5.5	137,866,056	15.1
Total Employee Compensation & Benefits* Temporary Corporate CU Stabilization Expense & NCUSIF Premiums <sup>7/2</sup>	103,706,994	115,352,256	11.2	118,656,594	2.9	123,093,821	3.7	139,845,770	13.6
Total Other Operating Expenses*	126,218,755	122,585,942	-2.9	17,081,667	12.9	17,490,026	2.4	7,343,065	-58.0
Non-operating Income & (Expense)*	1,984,108	3,792,700	91.2	120,634,265	-1.6	127,244,175	5.5	144,327,884	13.4
NCUSIF Stabilization Income*		19,675,823		923,795	-75.6	-4,806,083	-620.3	-1,317,239	72.6
Provision for Loan/Lease Losses*	34,063,822	49,086,387	44.1	14,026	-99.9	0	-100.0	0	
Cost of Funds*	157,650,334	140,938,734	-10.6	37,930,913	-22.7	24,285,932	-36.0	27,366,775	12.7
NET INCOME (LOSS) EXCLUDING STABILIZATION EXPENSE & NCUSIF PREMIUM <sup>7/1</sup>				113,422,155	-19.5	95,415,254	-15.9	85,223,032	-10.7
Net Income (Loss)*	34,779,519	45,193,508	29.9	63,594,574	5.4	82,618,139	29.9	70,785,217	-14.3
TOTAL CU's	70	66	-5.7	46,526,933	3.0	65,128,113	40.0	63,442,152	-2.6
				65	-1.5	64	-1.5	67	4.7

\* Income/Expense items are year-to-date while the related %change ratios are annualized.



Supplemental Ratio Analysis						
ALL Federal Insured and Non-Federal Insured Alabama State Chartered Credit Unions						
	Dec-2008	Dec-2009	Dec-2010	Dec-2011	Dec-2012	
<b>OTHER DELINQUENCY RATIOS <sup>1</sup></b>						
Credit Cards DQ > 2 Mo / Total Credit Card Loans	1.23	1.22	1.25	0.93	1.06	
Leases Receivable Delinquent > 2 Mo / Total Leases Receivable	0.00	0.00	0.02	0.00	0.00	
Non-Federally Guaranteed Student Loans Delinquent > 2 Mo / Total Non-Federally Guaranteed Student Loans						
TDR Consumer Lns Not Secured by RE Delinquent > 2 Mo / TDR Consumer Lns Not Secured by RE				1.05	0.33	
Indirect Loans Delinquent > 2 Mo / Total Indirect Loans	1.60	1.37	1.17	1.40	1.21	25.20
Participation Loans Delinquent > 2 Mo / Total Participation Loans	2.71	0.63	0.32	0.05	8.35	
Business Loans Delinquent > 1 Mo / Total Business Loans Less Unfunded Comm	8.82	6.81	6.06	4.62	4.23	
Business Loans Delinquent > 2 Mo / Total Business Loans Less Unfunded Comm	4.04	3.98	3.75	2.71	2.93	
TDR Business Lns Not Secured by RE Delinquent > 2 Mo / TDR Business Lns Not Secured by RE					0.00	
Allowance for Loan & Lease Losses to Delinquent Loans	73.43	71.78	79.15	82.16	78.72	
<b>REAL ESTATE LOAN DELINQUENCY <sup>1</sup></b>						
1st Mortgage Fixed and Hybrid/Balloon (> 5 years) Delinquent > 2 Mo / Total 1st Mtg Fixed and Hybrid/Balloon > 5 years	0.78	1.05	1.19	1.47	1.70	
1st Mortgage Adjustable Rate and Hybrid/Balloon (< 5 years) Delinquent > 2 Mo / Total 1st Mtg Adjustable Rate and Hybrid/Balloon < 5 years	1.92	2.18	1.93	1.07	1.52	
Other Real Estate Fixed/Hybrid/Balloon Loans Delinquent > 2 Mo / Total Other RE Adjustable Rate Loans	0.65	1.07	1.11	0.86	1.89	
Other Real Estate Fixed/Hybrid/Balloon Loans Delinquent > 2 Mo / Total Other RE Adjustable Rate Loans	0.42	0.72	1.50	0.93	1.44	
Total Interest Only Payment Option First & Other RE Loans Delinquent > 2 Mo / Total Int Only and Pmt Opt First & Other RE Loans		0.91	1.02	0.73	6.33	
Total TDR 1st and Other RE Delinquent > 2 Mo / Total TDR 1st and Other Loans	N/A	N/A	N/A	N/A	9.32	
TDR RE Lns also Reported as Business Loans Delinquent > 2 Mo / Total TDR RE Lns also Reported as Business Loans	N/A	N/A	N/A	N/A	0.00	
Total Real Estate Loans DQ > 1 Mo / Total Real Estate Loans	3.53	4.07	4.09	3.34	4.00	
Total Real Estate Loans DQ > 2 Mo / Total Real Estate Loans	1.02	1.34	1.43	1.28	1.63	
<b>MISCELLANEOUS LOAN LOSS RATIOS</b>						
Charge Offs Due To Bankruptcy (YTD) / Total Charge Offs (YTD)	32.14	29.84	31.20	28.97	26.33	
* Net Charge Offs - Credit Cards / Avg Credit Card Loans	1.97	2.94	2.44	1.99	1.66	
* Net Charge Offs - Non-Federally Guaranteed Student Loans / Avg Non-Federally Guaranteed Student Loans					0.00	
* Net Charge Offs - Total Real Estate Loans / Avg Total Real Estate Loans	0.30	0.35	0.32	0.31	0.38	
* Net Charge Offs - 1st Mortgage Loans / Avg 1st Mortgage Loans	0.28	0.24	0.25	0.19	0.35	
* Net Charge Offs - Other RE Loans/ Avg Other RE Loans	0.37	0.82	0.65	0.96	0.56	
* Net Charge Offs - Interest Only and Payment Option First & Other RE Loans / Avg Interest Only and Payment Option First & Other RE Loans					0.23	
* Net Charge Offs - Leases Receivable / Avg Leases Receivable	0.00	0.00	0.28	0.00	0.00	
* Net Charge Offs - Indirect Loans / Avg Indirect Loans	0.90	1.08	0.95	0.71	0.64	
* Net Charge Offs - Participation Loans / Avg Participation Loans	5.48	1.58	0.73	0.05	0.03	
* Net Charge Offs - Member Business Loans / Avg Member Business Loans	0.64	2.28	0.60	0.54	0.82	
<b>SPECIALIZED LENDING RATIOS</b>						
Indirect Loans Outstanding / Total Loans	16.67	17.35	16.64	15.11	14.17	
Participation Loans Outstanding / Total Loans	0.36	0.64	0.52	0.54	0.25	
Participation Loans Purchased YTD / Total Loans Granted YTD	0.40	0.00	0.82	0.16	0.00	
* Participation Loans Sold YTD / Total Assets	0.02	0.04	0.00	0.02	0.00	
Total Business Loans (NIMBLB) Less Unfunded Commitments / Total Assets	2.84	3.66	3.67	3.29	3.37	
Loans Purchased From Other Financial Institutions and Other Sources YTD / Loans Granted YTD	0.00	0.00	0.00	0.00	0.00	
<b>REAL ESTATE LENDING RATIOS</b>						
Total Fixed Rate Real Estate / Total Assets	14.14	13.67	12.82	12.46	12.31	
Total Fixed Rate Real Estate / Total Loans	25.29	25.51	25.80	27.16	27.41	
Total Fixed Rate RE Granted YTD / Total Loans Granted YTD	17.15	16.34	13.06	14.37	20.24	
First Mtg RE Loans Sold YTD/ First Mtg RE Loans Granted YTD	18.50	32.97	38.05	23.24	30.45	
Interest Only & Payment Option First & Other RE / Total Assets	N/A	1.41	1.31	1.21	1.29	
Interest Only & Payment Option First & Other RE / Net Worth	N/A	12.30	11.67	10.77	11.55	
<b>MISCELLANEOUS RATIOS</b>						
Mortgage Servicing Rights / Net Worth	0.03	0.18	0.22	0.22	0.24	
Unused Commitments / Cash & ST Investments	42.31	34.76	29.43	30.85	29.55	
Complex Assets / Total Assets	14.20	16.19	16.00	18.63	23.95	
Short Term Liabilities / Total Shares and Deposits plus Borrowings	41.05	41.61	38.30	34.05	31.35	

\* Annualization factor: March = 4; June = 2; September =4/3; December = 1 (or no annualizing)



Assets									
ALL Federal Insured and Non-Federal Insured Alabama State Chartered Credit Unions									
ASSETS	Dec-2008	Dec-2009	% Chg	Dec-2010	% Chg	Dec-2011	% Chg	Dec-2012	% Chg
<b>CASH:</b>									
Cash On Hand	99,779,905	99,088,206	-0.7	104,927,765	5.9	108,503,497	3.4	124,209,747	14.5
Cash On Deposit	906,501,945	1,183,717,872	30.6	1,440,169,915	21.7	1,133,304,446	-21.3	1,263,805,879	11.5
Cash Equivalents	147,919,254	131,866,446	-10.9	225,288,321	70.8	258,089,312	14.6	233,160,368	-9.7
<b>TOTAL CASH &amp; EQUIVALENTS</b>	1,154,201,104	1,414,672,524	22.6	1,770,386,001	25.1	1,499,897,255	-15.3	1,621,175,994	8.1
<b>INVESTMENTS:</b>									
Available for Sale Securities	941,452,356	759,657,022	-19.3	739,883,019	-2.6	1,361,708,353	84.0	2,084,364,165	53.1
Held-to-Maturity Securities	191,495,352	564,881,818	195.0	704,845,477	24.8	996,672,098	41.4	748,262,359	-24.9
Deposits in Commercial Banks, S&Ls, Savings Banks	203,236,668	263,642,355	29.7	253,344,889	-3.9	303,466,826	19.8	314,124,872	3.5
Loans to, Deposits in, and Investments in Natural Person Credit Unions <sup>2</sup>	13,302,189	14,399,163	8.2	22,802,062	58.4	19,252,052	-15.6	16,487,403	-14.4
Total MCSD/Nonperpetual Contributed Capital and PIC/Perpetual Contributed Capital	31,555,278	63,116,035	100.0	90,122,583	42.8	100,983,877	12.1	107,493,379	6.4
All Other Investments in Corporate Cus	142,401,740	217,248,253	52.6	275,279,303	26.7	200,454,096	-27.2	122,213,142	-39.0
All Other Investments <sup>2</sup>	12,969,241	42,000,705	223.8	49,161,722	17.0	32,841,621	-33.2	63,990,599	94.8
<b>TOTAL INVESTMENTS</b>	1,536,412,824	1,924,945,351	25.3	2,135,439,055	10.9	3,015,378,923	41.2	3,456,935,919	14.6
<b>LOANS HELD FOR SALE</b>	1,288,715	2,792,366	116.7	2,209,250	-20.9	1,574,338	-28.7	3,884,320	146.7
<b>LOANS AND LEASES:</b>									
Unsecured Credit Card Loans	161,692,820	177,265,030	9.6	182,637,586	3.0	188,119,340	3.0	196,850,164	4.6
All Other Unsecured Loans/Lines of Credit	224,859,435	236,444,483	5.2	239,153,346	1.1	236,774,514	-1.0	259,571,870	9.6
Short-Term, Small Amount Loans (STS) (FCUs only)				0		0		0	
Non-Federally Guaranteed Student Loans						3,754,259		5,311,412	41.5
New Vehicle Loans	548,519,321	559,649,675	2.0	451,705,256	-19.3	373,147,224	-17.4	370,562,417	-0.7
Used Vehicle Loans	1,063,046,083	1,186,504,159	11.6	1,224,249,215	3.2	1,210,839,221	-1.1	1,336,687,598	10.4
1st Mortgage Real Estate Loans/Lines of Credit	1,220,016,669	1,495,018,967	22.5	1,515,688,810	1.4	1,631,535,377	7.6	1,813,275,486	11.1
Other Real Estate Loans/Lines of Credit	312,007,726	322,267,538	3.3	311,503,446	-3.3	242,803,668	-22.1	238,846,492	-1.6
Leases Receivable	0	29,239,990		5,490,335	-81.2	10,900,814	98.5	14,515,357	33.2
Total All Other Loans/Lines of Credit	234,895,882	237,428,142	1.1	269,626,342	13.6	266,907,174	-1.0	273,851,471	2.6
<b>TOTAL LOANS</b>	3,765,037,936	4,243,817,984	12.7	4,200,054,336	-1.0	4,164,781,591	-0.8	4,509,472,267	8.3
<b>(ALLOWANCE FOR LOAN &amp; LEASE LOSSES)</b>	(40,453,791)	(48,727,542)	20.5	(51,794,416)	6.3	(48,459,122)	-6.4	(54,704,465)	12.9
Foreclosed Real Estate	16,766,855	16,787,682	0.1	20,035,956	19.3	23,964,678	19.6	27,841,448	16.2
Reposessed Autos	5,688,494	4,458,491	-21.6	3,480,612	-21.9	2,648,392	-23.9	3,152,788	19.0
Foreclosed and Reposessed Other Assets	216,065	210,052	-2.8	295,442	40.7	270,383	-8.5	57,897	-78.6
<b>TOTAL FORECLOSED and REPOSSESSED ASSETS <sup>1</sup></b>	22,671,414	21,456,225	-5.4	23,812,010	11.0	26,883,453	12.9	31,052,133	15.5
Land and Building	150,799,442	173,001,624	14.7	185,201,540	7.1	202,871,427	9.5	222,265,200	9.6
Other Fixed Assets	22,704,102	21,910,008	-3.5	22,515,975	2.8	19,564,923	-13.1	24,188,662	23.6
NCUA Share Insurance Capitalization Deposit	31,637,769	63,800,964	101.7	69,119,015	8.3	75,062,069	8.6	84,420,539	12.5
Identifiable Intangible Assets	N/A	-117,020		-56,634	51.6	79,770	240.9	695,592	772.0
Goodwill	N/A	239,766		499,543	108.3	363,891	-27.2	2,887,835	693.6
<b>TOTAL INTANGIBLE ASSETS</b>	N/A	122,746		442,909	260.8	443,661	0.2	3,583,427	707.7
Accrued Interest on Loans	14,141,292	15,791,621	11.7	15,606,251	-1.2	14,688,485	-6.0	15,463,343	5.4
Accrued Interest on Investments	13,127,459	10,812,340	-17.6	8,138,889	-24.7	13,331,965	63.8	12,351,440	-7.4
All Other Assets	63,644,562	73,799,761	16.0	69,514,258	-5.8	95,839,438	37.9	109,815,528	14.6
<b>TOTAL OTHER ASSETS</b>	90,913,313	100,403,722	10.4	93,259,398	-7.1	123,839,888	32.8	137,630,311	11.1
<b>TOTAL ASSETS</b>	6,735,212,828	7,918,195,972	17.6	8,450,645,073	6.7	9,081,838,406	7.5	10,039,904,307	10.5
<b>TOTAL CU's</b>	70	66	-5.7	65	-1.5	64	-1.5	67	4.7

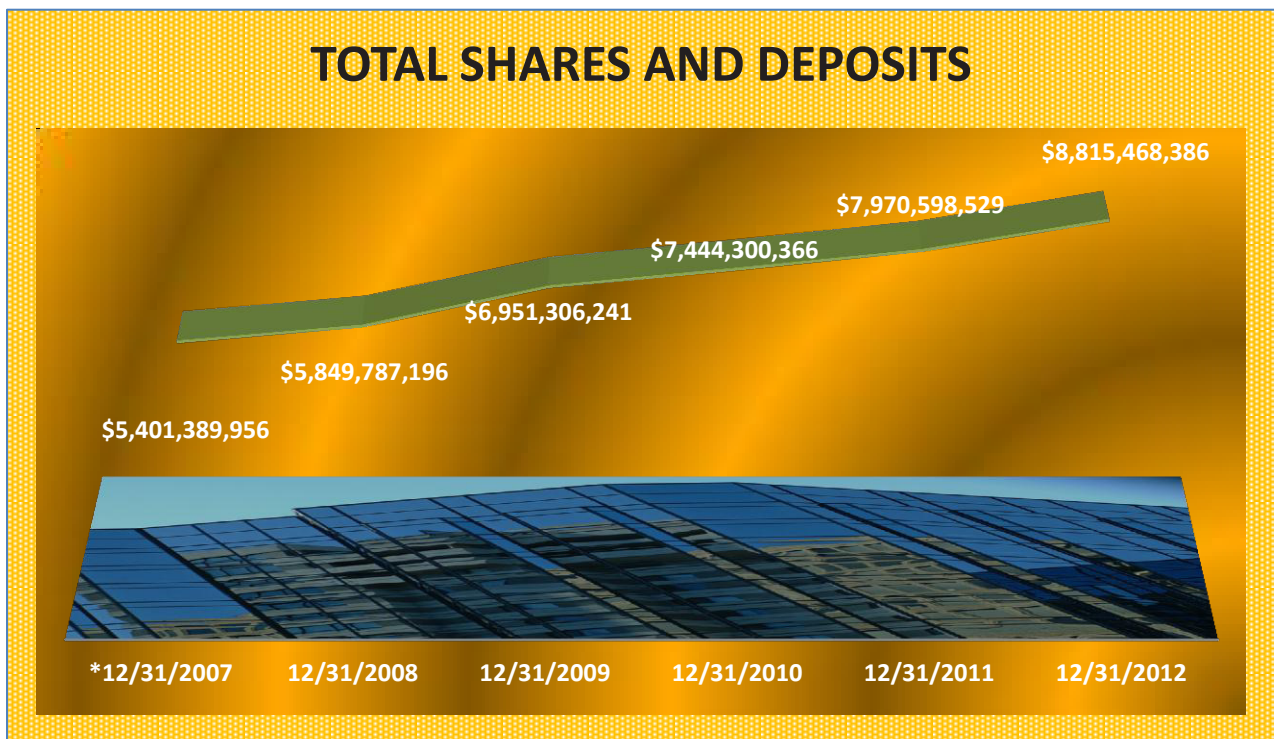
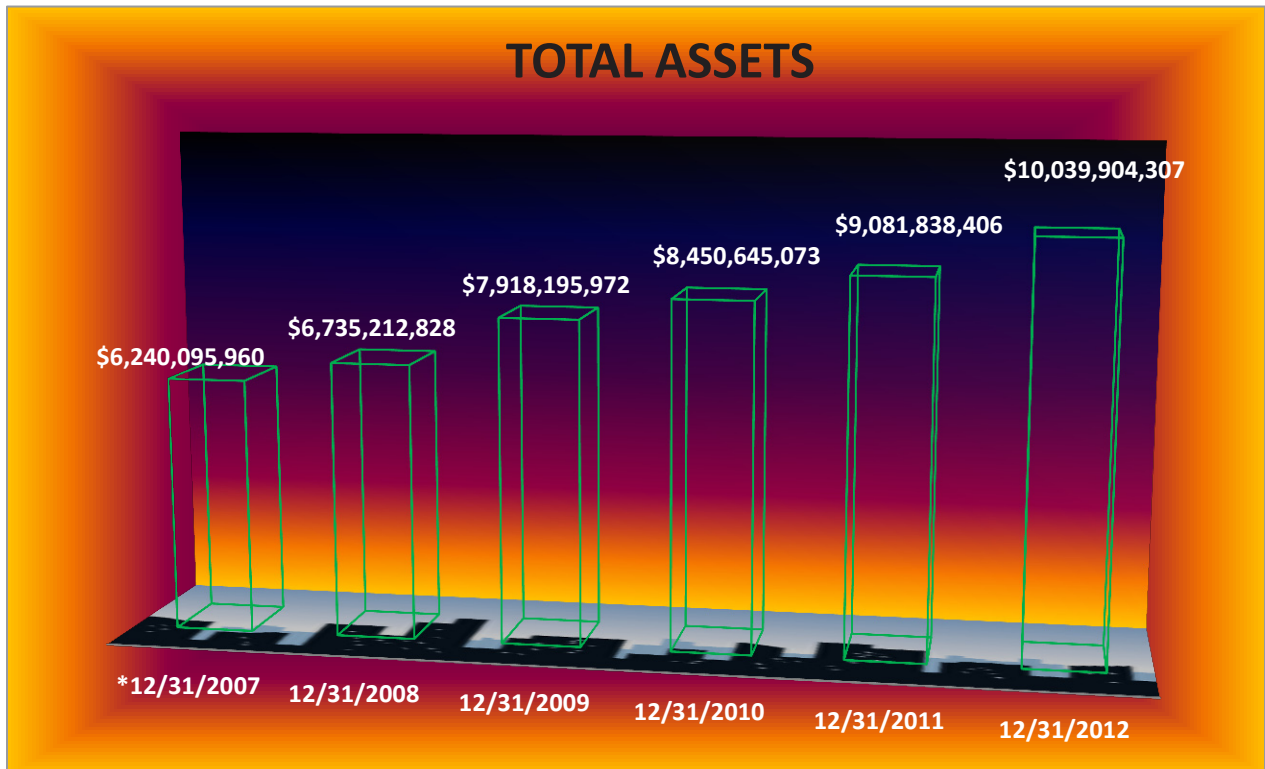




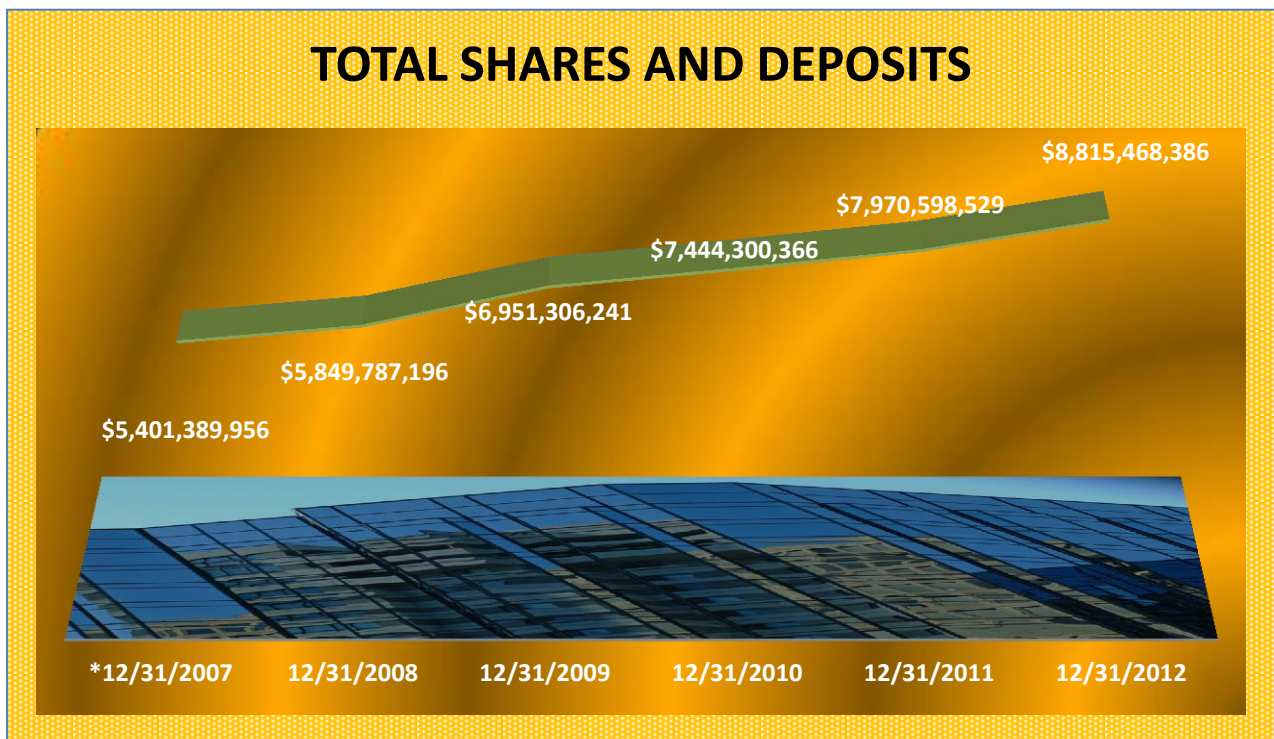
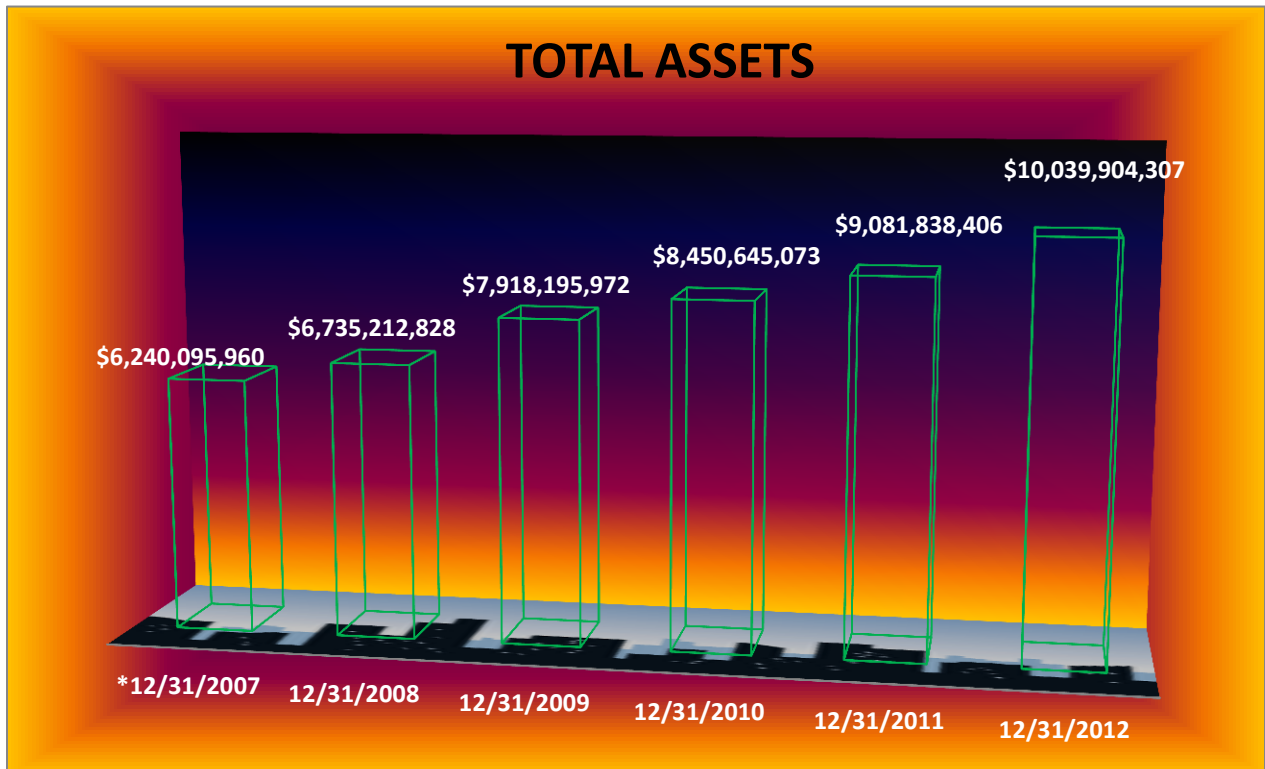


ALL Federal Insured and Non-Federal Insured Alabama State Chartered Credit Unions									
Delinquent Loan Information									
	Dec-2008	Dec-2009	% Chg	Dec-2010	% Chg	Dec-2011	% Chg	Dec-2012	% Chg
DELINQUENCY SUMMARY - ALL LOAN TYPES <sup>1</sup>									
1 to < 2 Months Delinquent	108,262,143	124,602,500	15.1	118,545,562	-4.9	103,933,450	-12.3	108,010,384	3.9
2 to < 6 Months Delinquent	39,637,892	45,673,279	15.2	43,847,503	-4.0	42,216,835	-3.7	43,840,370	3.8
6 to 12 Months Delinquent	9,887,011	14,759,969	49.3	15,838,756	7.3	10,097,686	-36.2	20,981,404	107.8
12 Months & Over Delinquent	5,567,642	7,454,438	33.9	5,753,069	-22.8	6,667,277	15.9	4,670,960	-29.9
Total Del Loans - All Types (2 or more Mo)	55,092,545	67,887,686	23.2	65,439,328	-3.6	58,981,798	-9.9	69,492,734	17.8
LOAN DELINQUENCY - BY LOAN TYPE									
Unsecured Credit Card Loans									
1 to < 2 Months Delinquent	3,988,557	5,333,651	33.7	5,387,980	1.0	4,748,684	-11.9	3,557,507	-25.1
2 to < 6 Months Delinquent	1,623,894	1,742,455	7.3	1,926,360	10.6	1,545,618	-19.8	1,920,401	24.2
6 to 12 Months Delinquent	357,596	412,887	15.5	348,886	-15.5	202,710	-41.9	162,858	-19.7
12 Months & Over Delinquent	4,431	0	-100.0	2,120	0	2,357	11.2	0	-100.0
Total Del Credit Card Lns (2 or more Mo)	1,985,921	2,155,342	8.5	2,277,366	5.7	1,750,685	-23.1	2,083,259	19.0
Credit Cards DQ > 2 Mo / Total Credit Card Loans	1.23	1.22	-1.0	1.25	2.6	0.93	-25.4	1.06	13.7
1st Mortgage Fixed Rate and Hybrid/Balloon > 5 years									
1 to < 2 Months Delinquent	17,186,720	19,135,899	11.3	20,171,907	5.4	16,329,733	-19.9	20,078,020	23.0
2 to < 6 Months Delinquent	5,595,296	6,921,311	23.7	7,098,802	2.6	9,220,442	29.9	6,310,723	-31.6
6 to 12 Months Delinquent	445,709	2,971,547	566.7	3,957,517	33.2	2,265,525	-42.8	11,666,088	414.9
12 Months & Over Delinquent	388,031	230,063	-40.7	904,800	293.3	4,218,010	366.2	2,123,745	-49.7
Total Del 1st Mtg Fixed and Hybrid/Balloon Lns > 5yrs (2 or more Mo)	6,429,036	10,122,921	57.5	11,961,119	18.2	15,703,977	31.3	20,100,556	28.0
%1st Mortgage Fixed and Hybrid/Balloon (> 5 yrs) Delinquent > 2 Mo / Total 1st Mtg Fixed and Hybrid/Balloons > 5 yrs	0.78	1.05	34.5	1.19	13.6	1.47	23.4	1.70	15.6
1st Mortgage Adjustable Rate Loans and Hybrid/Balloons < 5 Years									
1 to < 2 Months Delinquent	15,697,131	24,476,654	55.9	22,322,110	-8.8	18,878,789	-15.4	23,833,597	26.2
2 to < 6 Months Delinquent	4,595,709	6,496,235	41.4	5,719,128	-12.0	5,383,149	-5.9	7,310,858	35.8
6 to 12 Months Delinquent	1,617,779	2,353,163	45.5	2,744,661	16.6	419,132	-84.7	1,992,926	375.5
12 Months & Over Delinquent	1,378,067	2,675,882	94.2	1,407,629	-47.4	197,832	-85.9	305,251	54.3
Total Del 1st Mtg Adj Rate Lns (2 or more Mo)	7,591,555	11,525,280	51.8	9,871,418	-14.3	6,000,113	-39.2	9,609,035	60.1
%1st Mortgage Adjustable Rate Loans and Hybrid/Balloons (< 5 years) Delinquent > 2 Mo / Total 1st Mortgage Adjustable Rate Loans and Hybrids/Balloons < 5 yrs	1.92	2.18	13.4	1.93	-11.3	1.07	-44.8	1.52	43.0
Other Real Estate Fixed Rate/Hybrid/Balloon									
1 to < 2 Months Delinquent	1,567,146	1,396,019	-10.9	1,619,714	16.0	1,086,462	-32.9	1,578,643	45.3
2 to < 6 Months Delinquent	803,570	942,874	17.3	397,769	-57.8	352,132	-11.5	855,999	143.1
6 to 12 Months Delinquent	30,308	291,626	862.2	430,796	47.7	158,325	-63.2	156,045	-1.4
12 Months & Over Delinquent	0	26,676	0	47,118	76.6	27,541	-41.5	0	-100.0
Total Del Other RE Fixed/Hybrid/Balloon Lns (2 or more Mo)	833,878	1,261,176	51.2	875,683	-30.6	537,998	-38.6	1,012,044	88.1
%Other Real Estate Fixed/Hybrid/Balloon Loans Delinquent > 2 Mo / Total Other RE Fixed/Hybrid/Balloon Loans	0.65	1.07	64.6	1.11	3.0	0.86	-22.6	1.89	120.6
Other Real Estate Adjustable Rate									
1 to < 2 Months Delinquent	3,958,837	4,627,691	16.9	4,477,116	-3.3	2,475,347	-44.7	3,131,768	26.5
2 to < 6 Months Delinquent	704,347	1,243,022	76.5	3,193,815	156.9	1,460,014	-54.3	999,181	-31.6
6 to 12 Months Delinquent	27,278	197,286	623.2	175,553	-11.0	115,726	-34.1	1,298,070	1,021.7
12 Months & Over Delinquent	33,395	34,182	2.4	119,600	249.9	102,085	-14.6	378,366	270.6
Total Del Other RE Adj Rate Lns (2 or more Mo)	765,020	1,474,490	92.7	3,488,968	136.6	1,677,825	-51.9	2,675,617	59.5
%Other Real Estate Adjustable Rate Loans Delinquent > 2 Mo / Total Other RE Adjustable Rate Loans	0.42	0.72	73.4	1.50	108.7	0.93	-37.9	1.44	54.9
Leases Receivable									
1 to < 2 Months Delinquent	0	0	0	8,257	0	16,912	104.8	8,261	-51.2
2 to < 6 Months Delinquent	0	0	0	1,304	0	0	-100.0	700	0
6 to 12 Months Delinquent	0	0	0	0	0	0	0	0	0
12 Months & Over Delinquent	0	0	0	0	0	0	0	0	0
Total Del Leases Receivable (2 or more Mo)	0	0	0	1,304	0	0	-100.0	700	0
%Leases Receivable Delinquent > 2 Mo / Total Leases Receivable	0.00	0.00	0.00	0.02	0.00	0.00	-100.0	0.00	0.00
Non-Federally Guaranteed Student Loans									
1 to < 2 Months Delinquent	0	0	0	0	0	11,053	0	27,459	148.4
2 to < 6 Months Delinquent	0	0	0	0	0	39,408	0	17,778	-54.9
6 to 12 Months Delinquent	0	0	0	0	0	0	0	0	0
12 Months & Over Delinquent	0	0	0	0	0	0	0	0	0
Total Del Non-Federally Guaranteed Student Loans (2 or more Mo)	0	0	0	0	0	39,408	0	17,778	-54.9
%Non-Federally Guaranteed Student Loans Delinquent > 2 Mo / Total Non-Federally Guaranteed Student Loans						1.05		0.33	-68.1

## Alabama Natural Person Credit Unions Consolidated Financial Performance Data



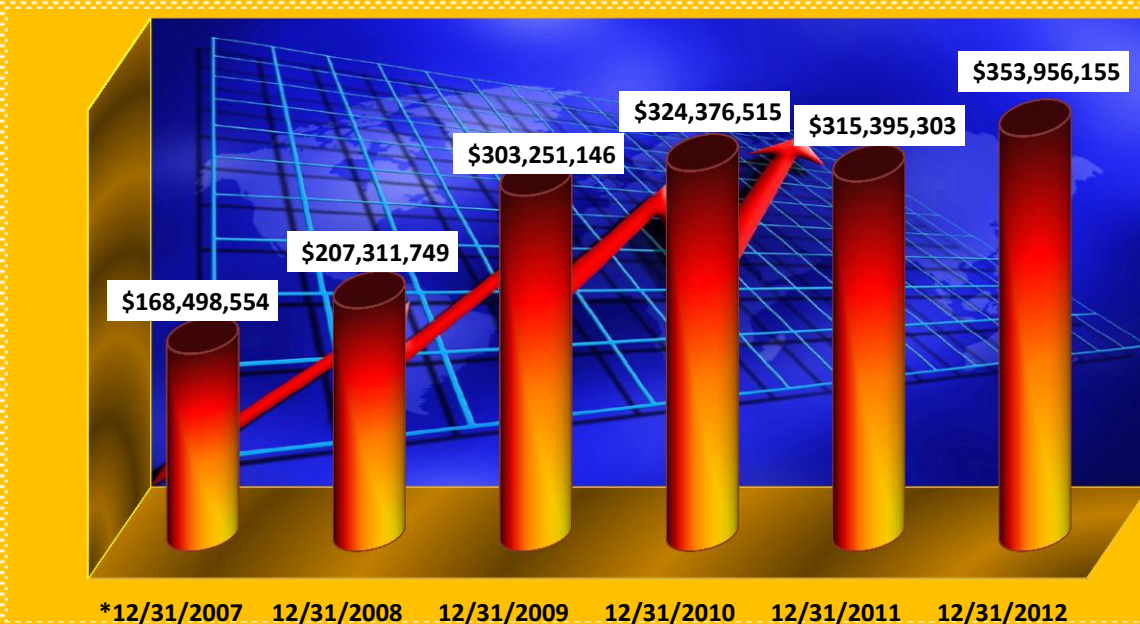
## Alabama Natural Person Credit Unions Consolidated Financial Performance Data



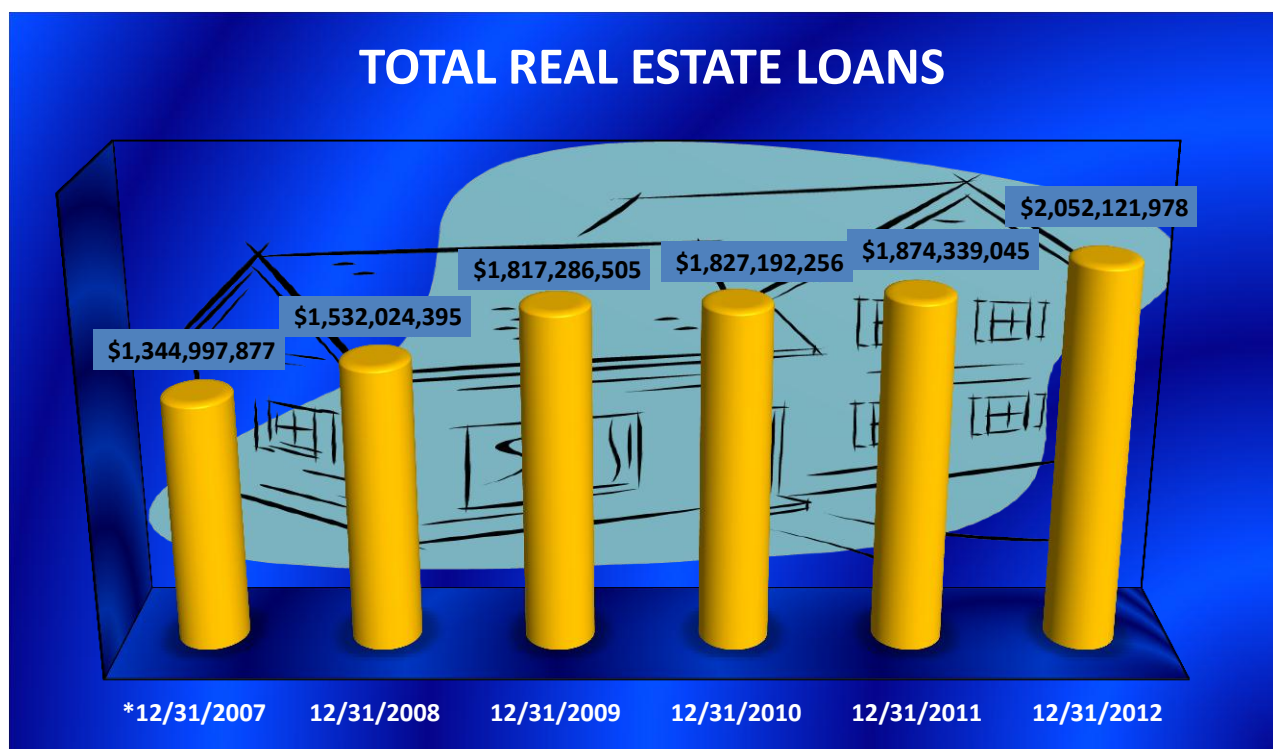


## Alabama Natural Person Credit Unions Consolidated Financial Performance Data

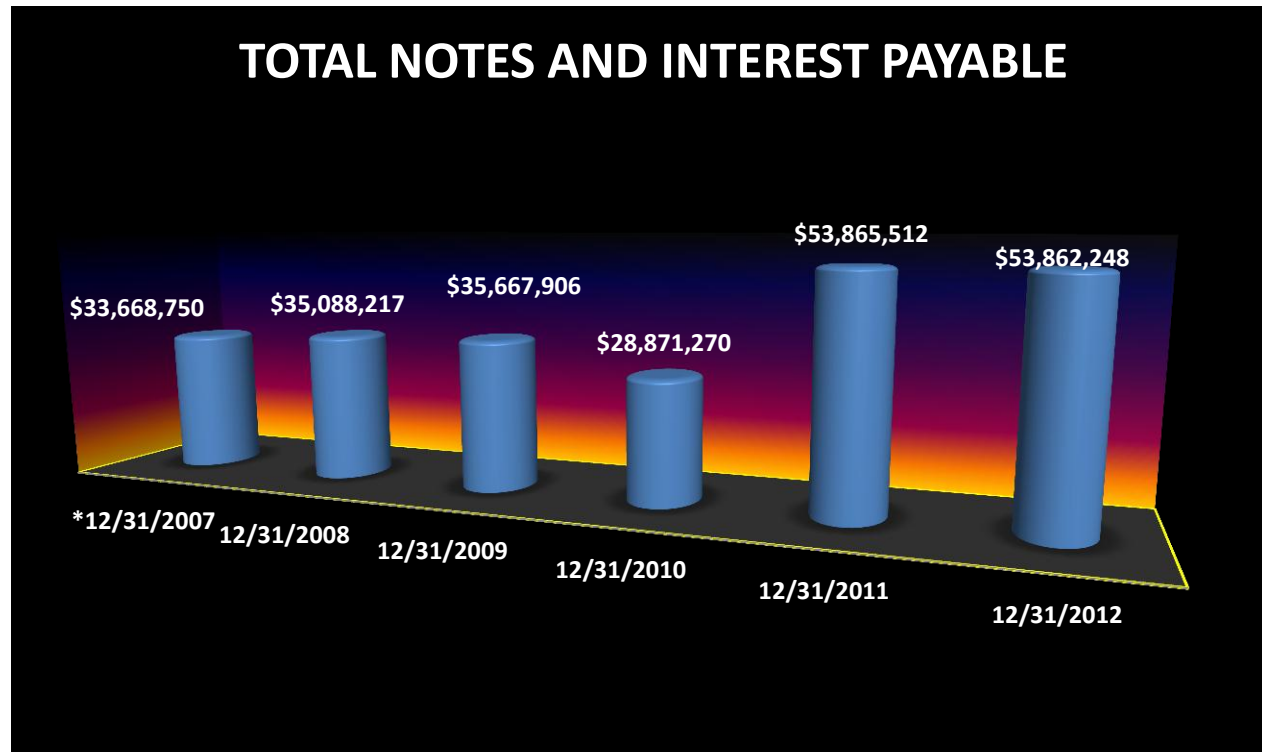
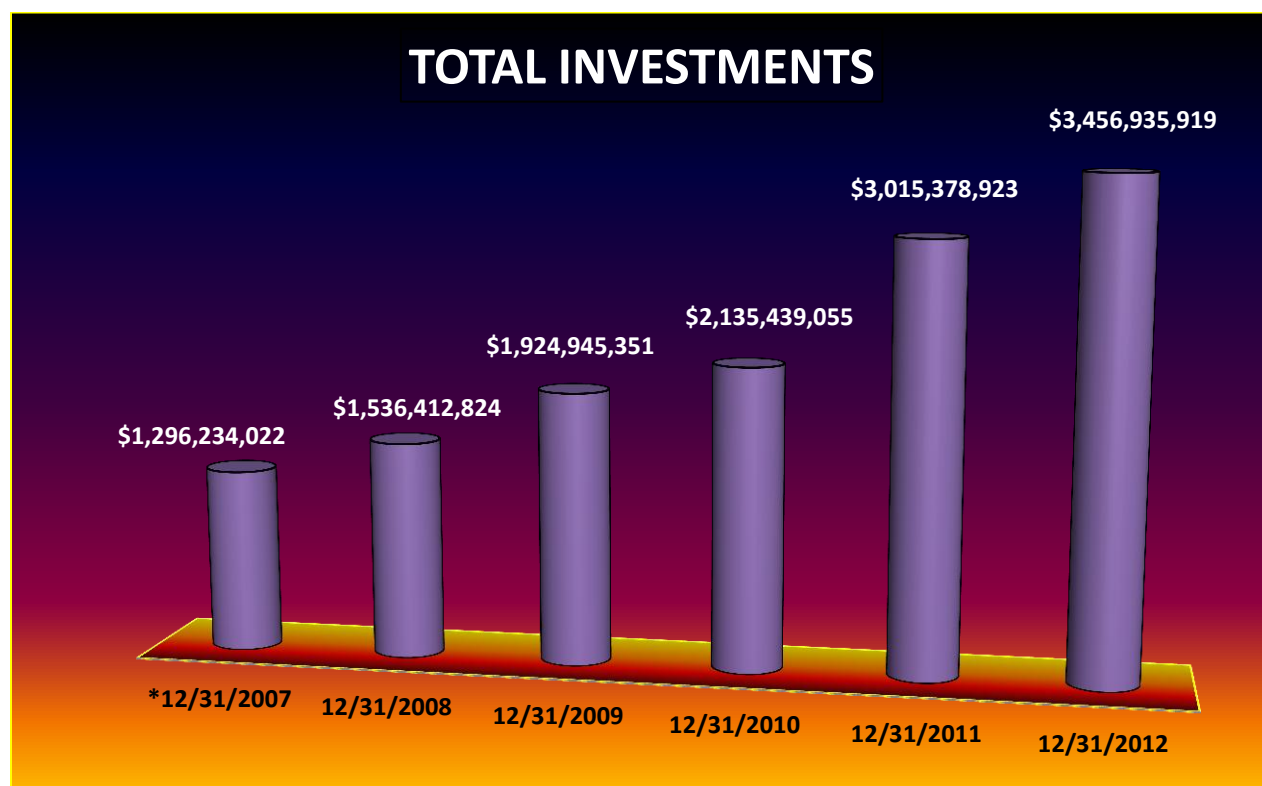
### TOTAL BUSINESS LOANS



### TOTAL REAL ESTATE LOANS

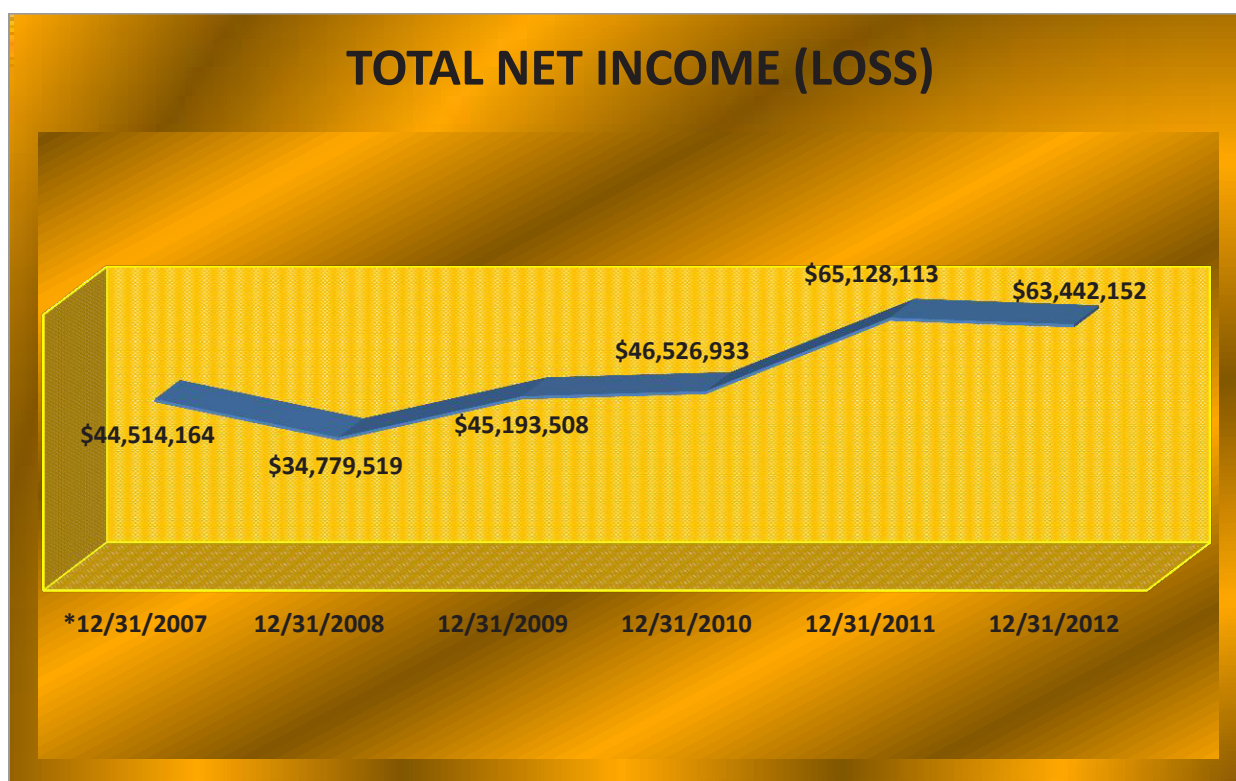
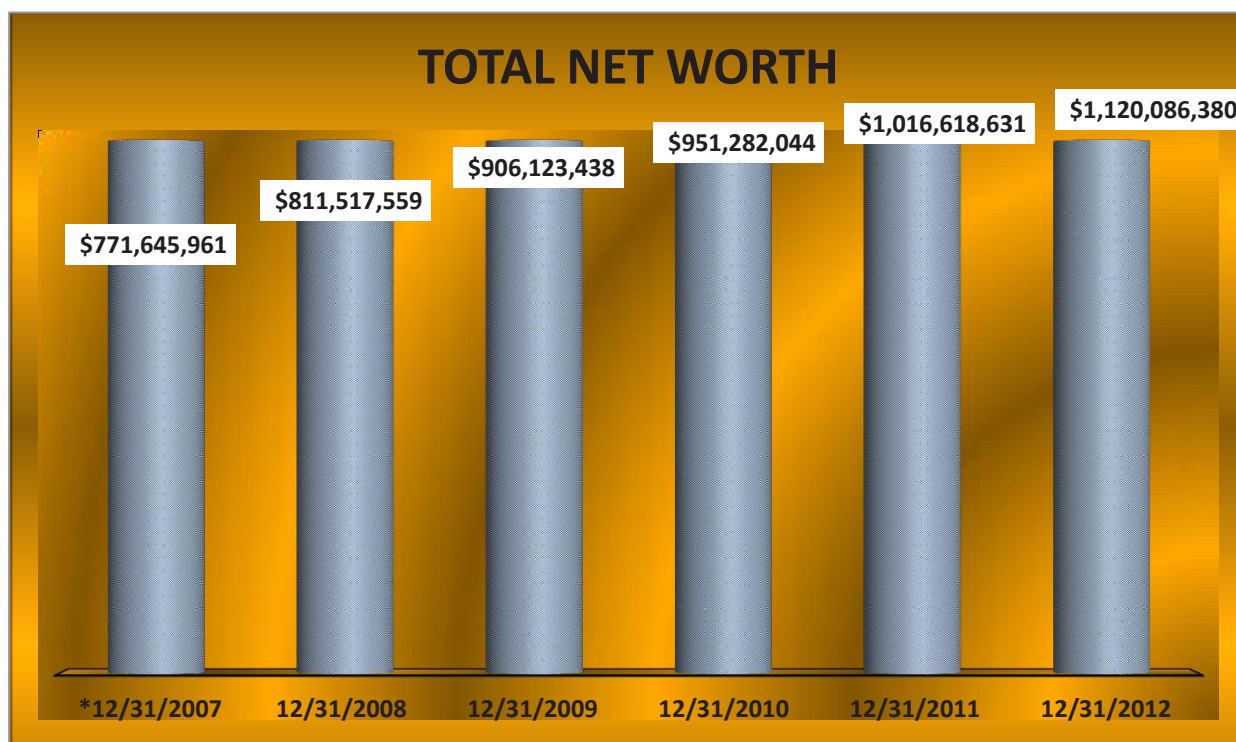


## Alabama Natural Person Credit Unions Consolidated Financial Performance Data



## Alabama Natural Person Credit Unions Consolidated Financial Performance Data

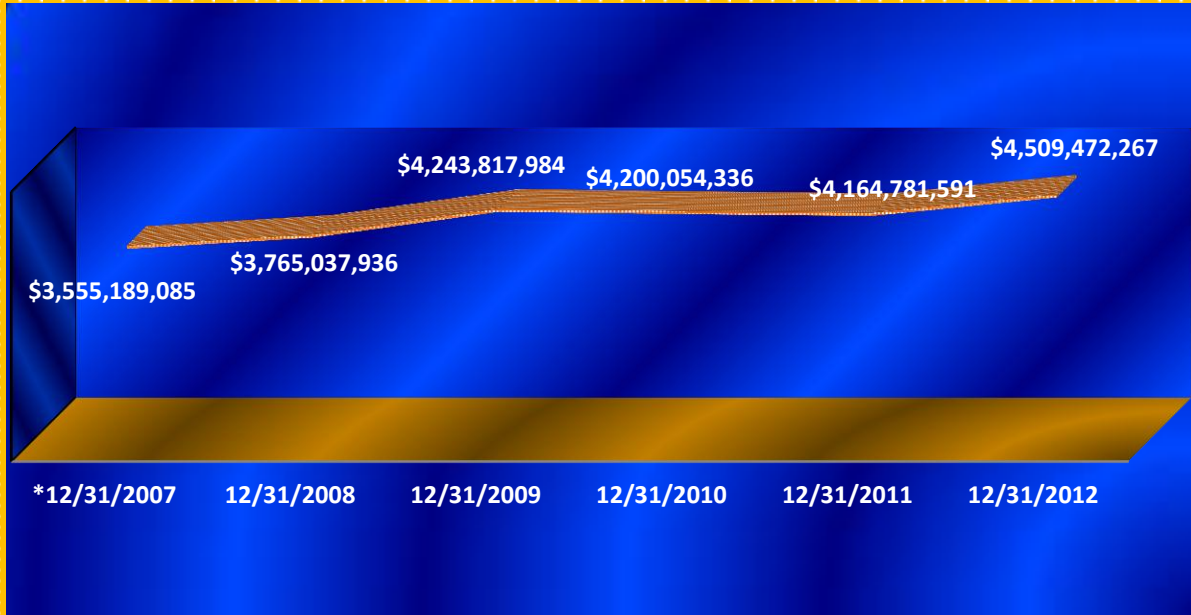
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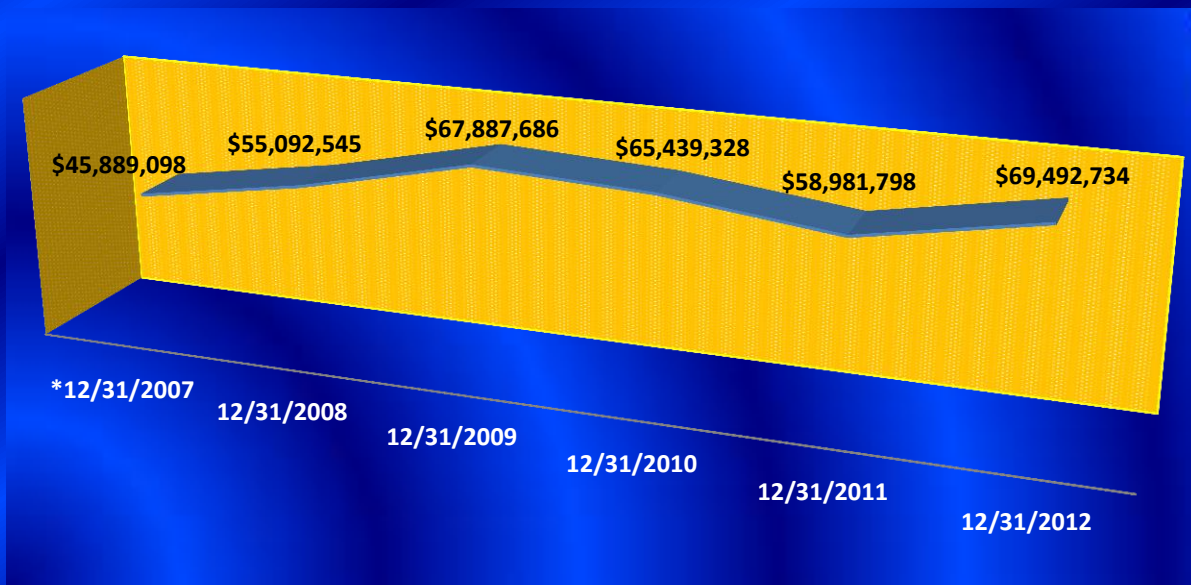


## Alabama Natural Person Credit Unions Consolidated Financial Performance Data

### TOTAL LOANS

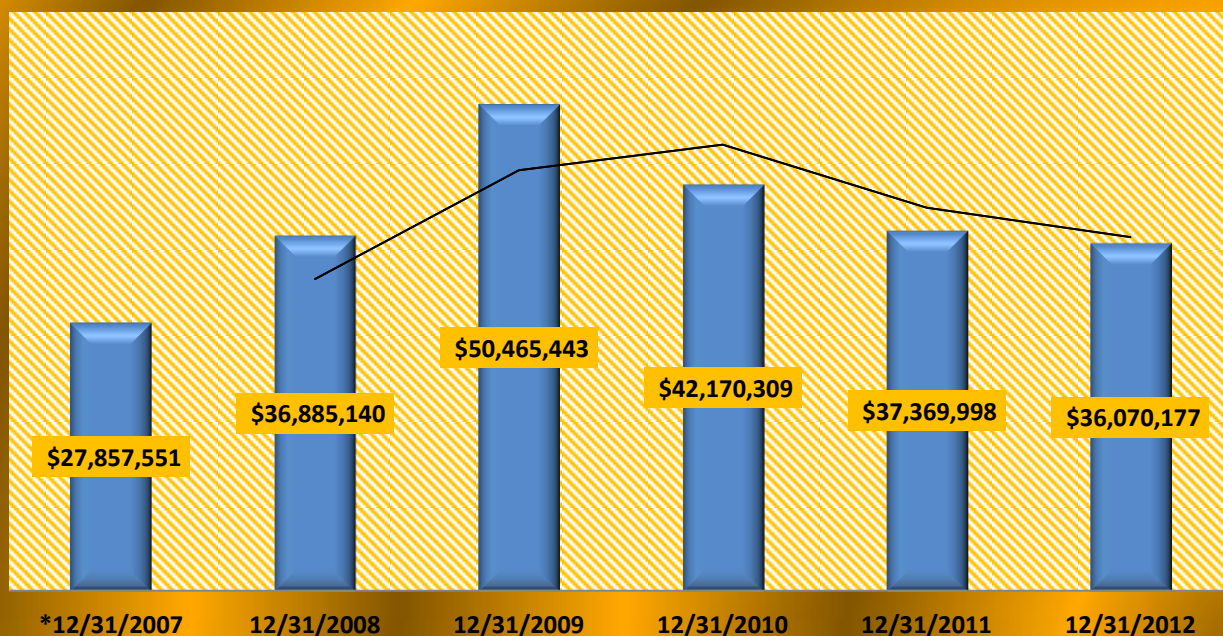


### TOTAL DELINQUENT LOANS (2 MONTHS DELINQUENT OR MORE)

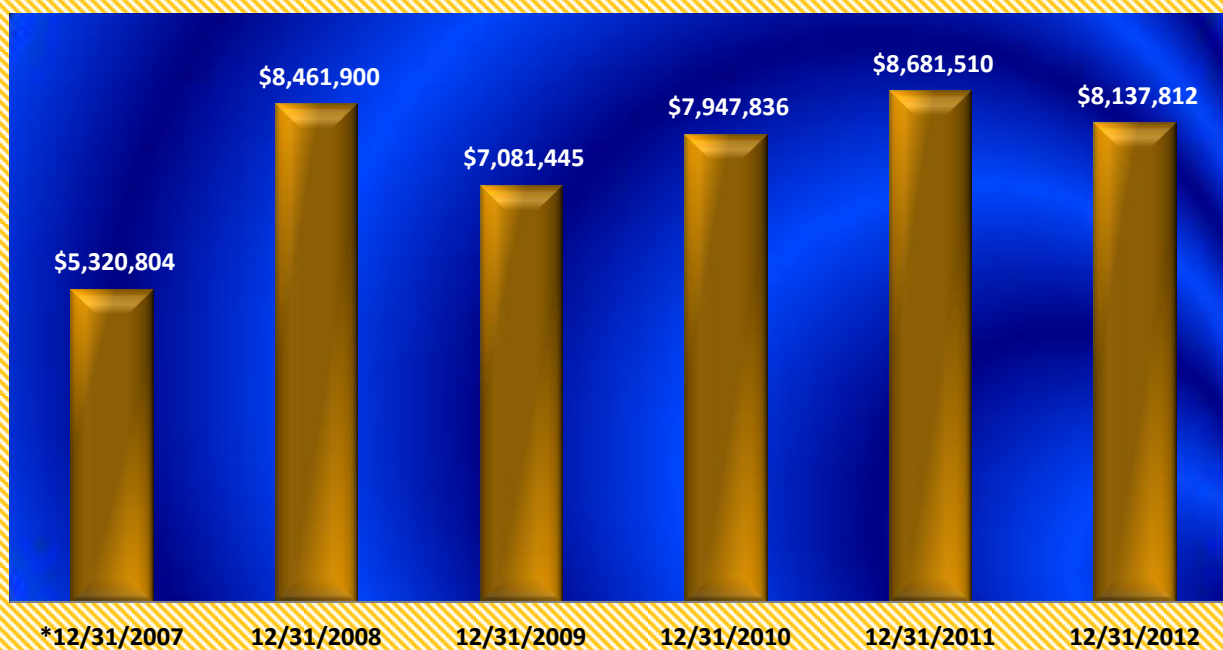


## Alabama Natural Person Credit Unions Consolidated Financial Performance Data

### TOTAL LOANS CHARGED OFF

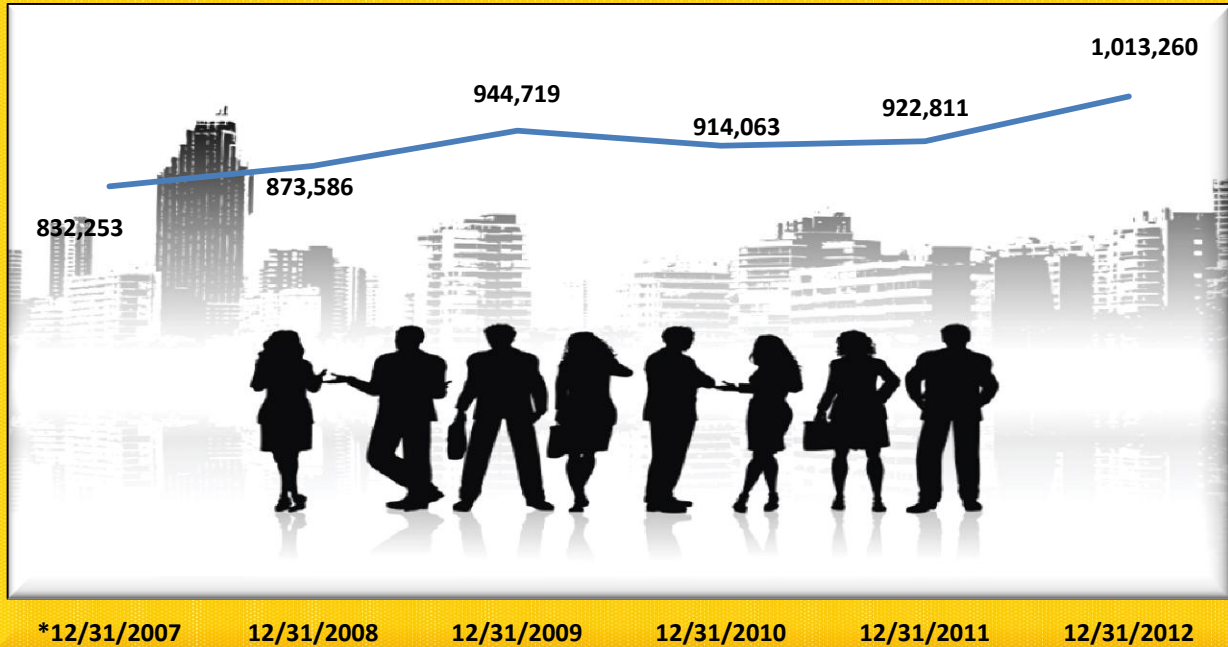


### TOTAL LOANS RECOVERED

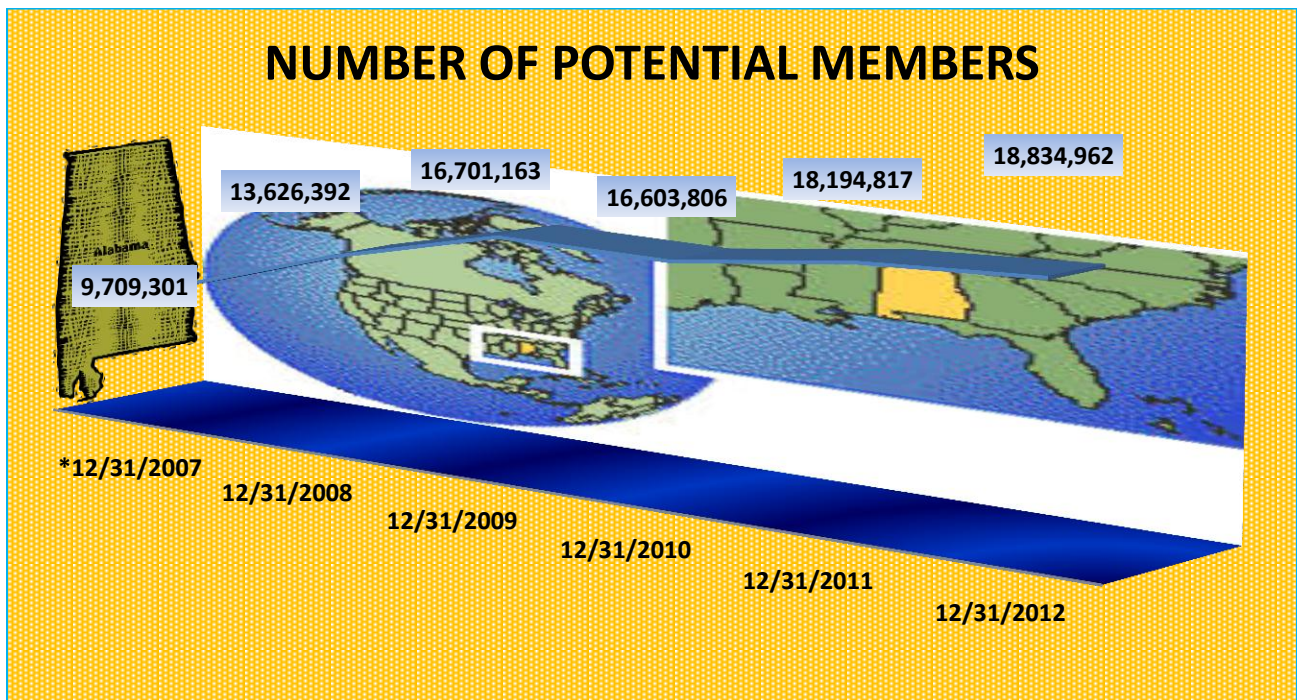


# Alabama Natural Person Credit Unions Consolidated Financial Performance Data

## NUMBER OF CURRENT MEMBERS



## NUMBER OF POTENTIAL MEMBERS



*Due to overlapping fields of membership as reported on NCUA 5300 Call Reports*

**Corporate America Credit Union**  
Consolidated Statement of Financial Condition  
December 31, 2012

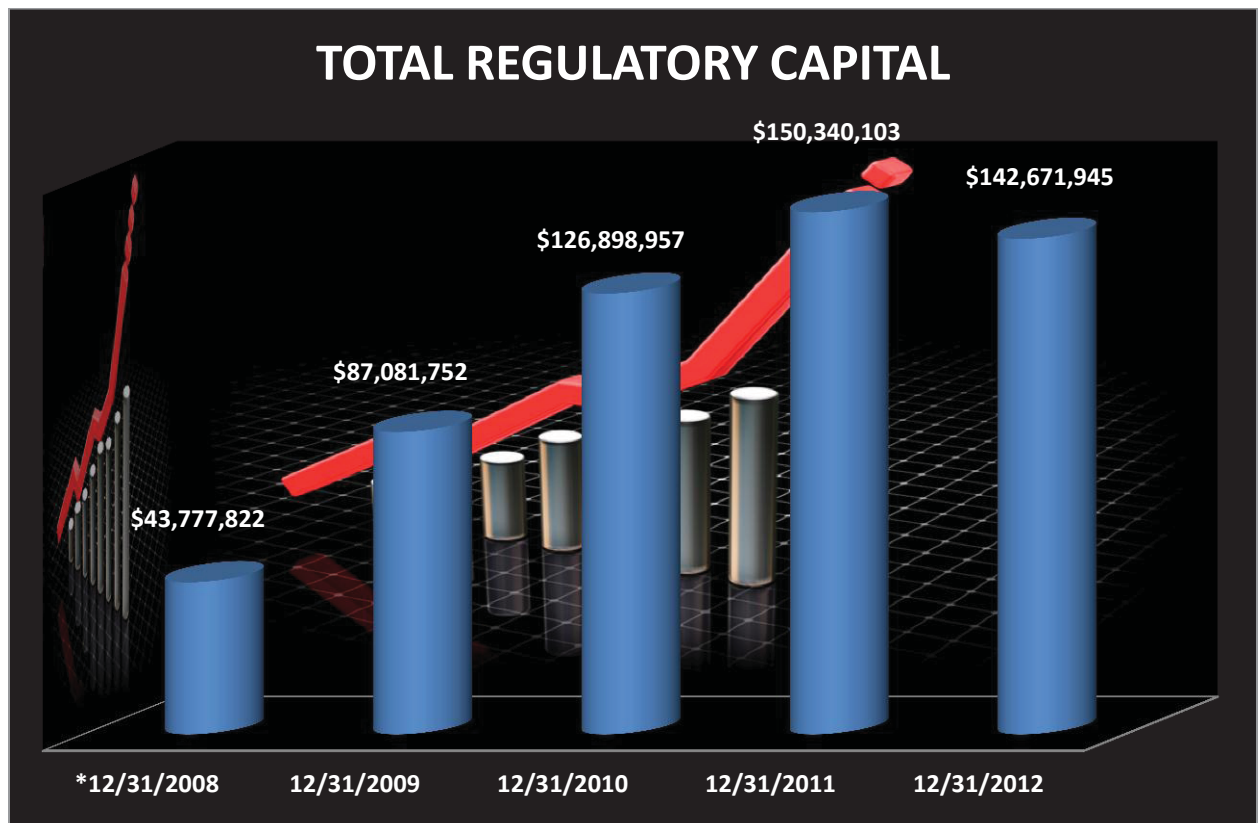
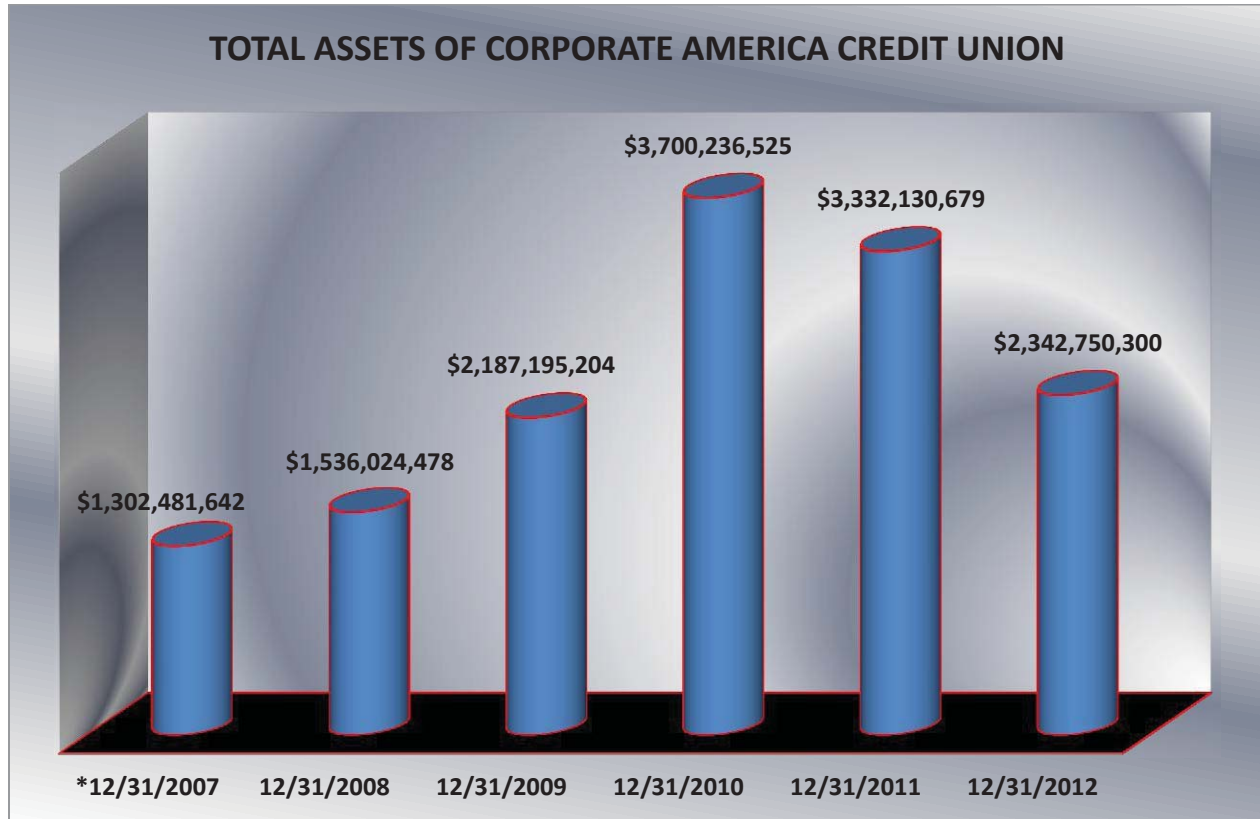
	Current Month 12/31/12	Previous Month 11/30/12	Previous Year 12/31/11
<b>ASSETS</b>			
Cash and Cash Equivalents	\$987,305,071	\$1,294,367,283	\$1,300,255,880
Investments - Hold to Maturity	\$0	\$0	\$0
Investments - Available for Sale	\$1,296,759,457	\$1,334,253,310	\$1,955,898,091
Investments - Other	\$615,406	\$539,202	\$90,591
FHLB Stock	\$12,648,800	\$12,648,800	\$27,626,400
Loans - Credit Union	\$30,593,683	\$31,073,185	\$28,218,094
Loans - Participation	\$0	\$0	\$0
Fixed Assets	\$3,145,447	\$3,191,266	\$3,342,680
Other Assets	\$1,368,622	\$1,372,622	\$1,189,940
Accrued Income on Investments	\$3,679,791	\$3,706,270	\$6,799,585
Accounts Receivable	\$5,651,073	\$5,593,295	\$7,677,149
Prepaid Expenses	\$982,951	\$741,855	\$1,032,264
<b>TOTAL ASSETS</b>	<b>\$2,342,750,301</b>	<b>\$2,687,487,089</b>	<b>\$3,332,130,674</b>
<b>LIABILITIES AND MEMBERS' EQUITY</b>			
Borrowings and Other Liabilities			
FHLB Advance	\$170,000,000	\$170,000,000	\$190,000,000
Notes Payable	\$0	\$0	\$0
Accounts Payable	\$1,587,082	\$6,761,392	\$13,852,976
Accrued Interest Payable	\$39,599	\$109,937	\$194,040
Accrued Expense Payable	\$1,875,384	\$1,213,408	\$748,543
Accrued Interest Payable - FHLB Note Payable	\$936,934	\$588,404	\$1,156,925
Total Borrowings and Other Liabilities	\$174,439,000	\$178,673,141	\$205,952,484
Members' Equity			
Quarterly Shares	\$5,935	\$5,935	\$5,782
Corporate Funds	\$691,988,618	\$813,947,941	\$698,386,864
Compensating Balance	\$0	\$0	\$0
Super Corporate Funds	\$0	\$0	\$48,108
Funds Advantage	\$788,714,991	\$952,570,472	\$737,931,788
Super 30	\$309,975,000	\$348,860,000	\$1,014,410,000
Certificates of Deposit	\$240,442,000	\$257,344,000	\$535,845,629
Total Shares and Certificates	\$2,031,126,544	\$2,372,728,348	\$2,986,628,170
Capital			
Membership Capital Account	\$8,709,028	\$8,709,028	\$8,717,297
Nonperpetual Capital Account	\$22,127,664	\$22,127,664	\$21,059,403
Tier I Capital			
PIC/PCC	\$99,647,921	\$99,647,921	\$99,647,921
Other Reserves	\$0	\$0	\$0
Undivided Earnings	\$14,857,066	\$20,004,769	\$20,915,482
Net Income	\$0	(\$1,489,747)	\$0
Total Tier I Capital	\$114,504,987	\$118,162,943	\$120,563,403
Total Regulatory Capital	\$145,341,680	\$148,999,635	\$150,340,103
Accumulated Unrealized Gains/Losses AFS Securities	(\$5,943,558)	(\$11,428,458)	(\$9,208,563)
Accumulated Other Comprehensive Income/Pension Income	(\$2,213,365)	(\$1,485,578)	(\$1,581,519)
Total Members' Equity	\$2,168,311,302	\$2,508,813,948	\$3,126,178,190
<b>TOTAL LIABILITIES AND MEMBERS' EQUITY</b>	<b>\$2,342,750,301</b>	<b>\$2,687,487,089</b>	<b>\$3,332,130,674</b>



**Corporate America Credit Union**  
Consolidated Statement of Income and Expense  
For the Month Ended December 31, 2012

	Current Month 12/31/12	Previous Month 11/30/12	Year-to Date 12/31/12	Year-to Date 12/31/11	Year-to Date Change
<b>INTEREST INCOME</b>					
Investment Income	\$1,162,003	\$924,267	\$18,843,673	\$43,671,953	(\$24,828,280)
Reverse Repo Income	\$0	\$0	\$0	\$0	\$0
Interest on Loans	\$32,424	\$27,246	\$339,054	\$177,756	\$161,298
Total Interest Income	\$1,194,427	\$951,514	\$19,182,727	\$43,849,710	(\$24,666,982)
<b>INTEREST AND DIVIDEND EXPENSE</b>					
Interest on Borrowed Money	\$0	\$0	\$0	\$0	\$0
Interest on Reverse Repo	\$0	\$0	\$0	\$0	\$0
Interest on FHLB	\$701,892	\$679,250	\$8,850,424	\$9,310,586	(\$460,162)
Quarterly Share Dividend	\$0	\$0	\$0	\$0	\$0
Corporate Funds Dividend	\$5,613	\$5,430	\$132,259	\$194,996	(\$62,737)
Super Corporate Funds Dividend	\$0	\$0	\$220	\$1,922	(\$1,702)
Funds Advantage Dividend	\$54,247	\$56,075	\$643,569	\$973,385	(\$329,815)
Super 30 Dividend	\$43,025	\$44,433	\$968,184	\$4,089,987	(\$3,121,803)
CD Dividend	\$231,562	\$267,524	\$4,600,956	\$9,896,647	(\$5,295,691)
MCSD Dividend	\$149	\$145	\$1,768	\$10,377	(\$8,610)
NCA Dividend	\$19,054	\$18,440	\$307,885	\$128,450	\$179,435
PIC I and II Dividends	\$8,301	\$8,033	\$97,393	\$107,949	(\$10,556)
Total Interest and Dividend Expense	\$1,063,844	\$1,079,330	\$15,602,658	\$24,714,298	(\$9,111,640)
Net Interest Income	\$130,584	(\$127,816)	\$3,580,069	\$19,135,411	(\$15,555,343)
<b>NON-INTEREST INCOME</b>					
Fee Income	\$383,022	\$381,304	\$3,639,892	\$2,183,527	\$1,456,365
Other Income	\$72,484	\$73,304	\$803,567	\$3,260,968	(\$2,457,402)
Total Non-Interest Income	\$455,506	\$454,608	\$4,443,459	\$5,444,496	(\$1,001,037)
<b>NON-INTEREST EXPENSE</b>					
Compensation	\$561,696	\$331,282	\$4,398,455	\$4,054,443	\$344,012
Employee Benefits	\$146,366	\$129,818	\$1,740,505	\$1,317,440	\$423,065
Travel & Conference	\$21,105	\$29,170	\$477,883	\$754,510	(\$276,627)
Association Dues	\$2,314	\$1,783	\$26,615	\$25,469	\$1,146
Office Occupancy	\$2,436	\$2,211	\$31,706	\$41,470	(\$9,763)
Office Operation	\$215,989	\$233,990	\$2,738,743	\$2,556,367	\$182,376
Marketing & Educational	\$8,158	\$19,132	\$179,871	\$579,851	(\$399,980)
Professional Services	\$137,440	\$124,137	\$1,473,929	\$2,525,293	(\$1,051,364)
Exam Fees	\$20,717	\$20,717	\$248,600	\$136,730	\$111,870
Miscellaneous	\$19,265	\$19,873	\$656,579	\$329,776	\$326,803
Total Non-Interest Expense	\$1,135,484	\$912,112	\$11,972,886	\$12,321,349	(\$348,463)
Net Operating Expense	\$679,978	\$457,504	\$7,529,427	\$6,876,853	\$652,574
Provision for Loan Loss	\$0	\$0	\$0	\$0	\$0
OTTI Loss	(\$2,775,785)	\$0	(\$2,775,785)	(\$6,970,864)	\$4,195,079
Gain (Loss) Sale of Assets	\$6,049	\$0	\$40,560	\$489	\$40,072
Gain (Loss) Sale of Investment	\$14,685	\$417,879	\$2,967,525	\$1,996,208	\$971,317
<b>RETURN ON ASSETS</b>	(\$3,304,447)	(\$167,441)	(\$3,717,058)	\$7,284,391	(\$11,001,449)
Taxes	\$0	\$0	\$0	\$271,830	(\$271,830)
<b>NET INCOME AFTER TAXES</b>	(\$3,304,447)	(\$167,441)	(\$3,717,058)	\$7,012,560	(\$10,729,618)

## Corporate America



## Corporate America

