

Security Service Federal Credit Union

Charter No. 11065

CONSOLIDATED BALANCE SHEETS

(in thousands)

	May 31, 2008	April 30, 2008	Change
<u>ASSETS</u>			
Cash and Cash Equivalents:			
Cash and Due From Banks	\$ 63,473	52,005	11,468
Cash Management Account	185,579	126,902	58,677
Total Cash and Cash Equivalents	249,052	178,907	70,145
Investments:			
Time and Other Deposits	7,216	7,413	(197)
Capital Stocks	13,371	13,371	0
U.S. Government Agencies	2,657	2,720	(63)
Collateralized Mortgage Obligations	17,757	17,694	63
MLP Investment	41,540	41,212	328
Reserve Deposit / I/O Strip	11	22	(11)
Total Investments	82,552	82,432	120
Loans:			
Consumer	366,714	366,057	657
Indirect	2,954,360	2,945,379	8,981
Credit Card	179,621	178,755	866
Student	39,404	40,294	(890)
Real Estate	544,224	536,510	7,714
Commercial	41,176	39,428	1,748
Deferred Net Loan Origination Costs	64,800	64,523	277
Total Loans	4,190,299	4,170,946	19,353
Less Allowance for Possible Loan Losses	(40,296)	(41,627)	1,331
Net Loans	4,150,003	4,129,319	20,684
Premises and Equipment	91,579	91,604	(25)
NCUSIF FUND	30,809	30,809	0
Accrued Interest Receivable	16,338	15,841	497
Other Assets	55,852	56,839	(987)
TOTAL ASSETS	\$ 4,676,185	4,585,751	90,434
<u>LIABILITIES & MEMBERS' EQUITY</u>			
FHLB and Secured Borrowings	378,936	380,739	(1,803)
MLP Borrowing	40,094	40,090	4
Accrued Expenses and Other Liabilities	30,624	30,025	599
Total Liabilities	449,654	450,854	(1,200)
Shares:			
SavingsPlus	526,361	510,747	15,614
Basic Checking	309,918	267,654	42,264
CheckPlus	40,730	38,069	2,661
Super CheckPlus	76,233	72,613	3,620
Money FundPlus	253,211	246,197	7,014
IRA	46,787	46,805	(18)
CertificatesPlus	2,555,670	2,539,758	15,912
Total Shares	3,808,910	3,721,843	87,067
Retained Earnings:			
Regular Reserves	60,059	60,059	0
Undivided Earnings	358,880	355,062	3,818
Accumulated Other	(1,318)	(2,067)	749
Total Retained Earnings	417,621	413,054	4,567
Total Members' Equity	4,226,531	4,134,897	91,634
TOTAL LIABILITIES & MEMBERS' EQUITY	\$ 4,676,185	4,585,751	90,434

SECURITY SERVICE FEDERAL CREDIT UNION
YEAR-TO-DATE CONSOLIDATED INCOME STATEMENTS

May 31, 2008

Interest Income:

Loans:		
Consumer	\$	12,043,981
Indirect		67,946,106
Credit Card		6,921,469
Student		885,184
Real Estate		13,107,245
Commercial		1,108,790
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Total Interest on Loans		102,012,775
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Investments:		
Cash Management Account		1,382,866
Reserve Deposit / I/O Strip		31,075
Other		1,645,022
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Total Interest on Investments		3,058,963
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Total Interest Income		105,071,738

Dividend and Interest Expense:

Interest Expense		7,444,697
Dividends:		
SavingsPlus		1,008,388
CheckPlus/Super CheckPlus		295,052
MoneyFundPlus		1,766,123
Individual Retirement Accounts		240,127
CertificatesPlus		50,708,991
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Total Dividend and Interest Expense		61,463,377
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Net Interest Income		43,608,361
Provision for Loan Losses		4,157,739
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Net Interest Income after Provision		39,450,622

Non-Interest Income:

NSF Overdraft Fees		13,166,941
NSF Returned Check Fees		2,400,070
Minimum Balance Fees		318,116
Credit Card Interchange Fees		1,148,964
ATM Related Fees		1,895,090
Debit Card Interchange Fees		4,662,873
Other Fees and Commissions		6,571,726
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Total Non-Interest Income		30,163,779

Non-Interest Expense:

Salaries and Benefits		26,036,447
Net Office Occupancy		3,172,091
Furniture and Equipment		6,362,651
Office Operations		3,758,591
Marketing		865,942
Professional and Outside Services		2,862,581
Loan Servicing		2,426,128
Travel and Conference		315,789
Other Expenses		3,314,296
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Total Non-Interest Expense		49,114,516

Net Income before Extraordinary Items 20,499,886

NET INCOME \$ **20,499,886**