Statement of Financial Condition

ACCT. NO	ASSETS			END OF THIS PERIOD	
	Loans to Members:				
170100	Consumer Loans		$ 8,016,297,908		
170200	NAVchek Loans		265,604,332		
170210	Lease Contracts Receivable		55,699,483		
170500	Federal Education Loans		474,970,174		
	Subtotal Consumer Loans			$ 8,812,571,897	
170250	Credit Card Loans			4,472,510,896	
170300	Mortgage Loans			13,274,244,405	
170400	Home Equity Loans			1,052,513,600	
170450	Fixed Equity Loans			3,892,434,356	
170600	Business Loans			82,303,337	
	Total Loans			$ 31,586,578,491	
171900	Less: Allowance for Loan Losses			564,813,743	$ 31,021,764,748
172000	Accounts Receivable				1,473,140,477
	Cash:				
173100	Cash in Banks			297,358,009	
173900	Change Funds			205,090,001	502,448,010
174000	Investments: (NOTE 3)				
	Securities:	Maturity	Maturity		
		1 Year or Less	More than 1 Year		
	Trading Accounts	$ -	$ -	$ -	
	Available-for-Sale	1,948,037,824	2,155,565,893	4,103,603,717	
	Held-to-Maturity	376,615,002	1,251,302,942	1,627,917,944	
	Total Securities			$ 5,731,521,661	
	Other Investments:				
	Shares, Deposits, and CDs in Corporations			$ 17,355,933	
	Shares, Deposits, and CDs in CUs, Banks, and S&Ls			1,261,620	
	Total Other Investments			$ 18,617,553	$ 5,750,139,214
	Mortgage Servicing Assets				
175000	Mortgage Servicing Assets			$ 266,851,679	
175010	Less: Allow. for Amort. - Mort. Serv. Assets			-	
175020	Less: Allow. for Impair. - Mort. Serv. Assets			-	
175025	Less: Allow. For Fair Value Adj. - Mort. Serv. Assets			107,274,866	$ 159,576,813
	Accrued Interest Income:				
175100	Accrued Interest on Loans			$ 122,210,949	
175500	Accrued Interest on Investments			18,295,037	$ 140,505,986
	Prepaid and Deferred Expenses:				
176600	Prepaid Insurance			$ -	
176700	Prepaid Pension Costs			-	
176800	Prepaid Operating Fees			277,535	
176900	Other Prepaid and Deferred Expenses			18,410,579	$ 18,688,114
	Fixed Assets:				
177100	Land			$ 141,375,766	
177200	Building		$ 450,494,278		
177300	Less: Allow. for Deprec.		88,273,825	$ 362,220,453	
177400	Furniture And Equipment		$ 544,464,063		
177500	Less: Allow. for Deprec.		375,013,669	$ 169,450,394	
177600	Leasehold Improvements		$ 107,337,126		
177700	Less: Allow. for Amort.		64,356,389	$ 42,980,737	$ 716,027,350
178410	Deposit - NCUSIF				$ 265,867,076
179000	Other Assets				$ 41,159,211
	TOTAL ASSETS				$ 40,089,316,999

ACCT. NO	LIABILITIES AND MEMBERS' EQUITY	END OF THIS PERIOD
	Members Savings	
390100	Share Savings	$ 5,792,445,325
390160	Money Market Savings Accts.	4,753,396,650
390190	Checking Accounts	4,100,289,096
390300	Business Accounts	140,361,529
390400	Individual Retirement Accounts	3,551,194,493
390800	Share Certificates	9,867,101,493
	TOTAL MEMBER SAVINGS	$ 28,204,788,586
280000	Accounts Payable	$ 46,855,927
280900	Drafts Payable	131,909,692
281200	Notes Payable (NOTE 4)	7,985,185,000
281800	Accrued Interest Payable	33,275,590
282000	Dividends Payable	20,719
284000	Taxes Payable	995,371
285000	Accrued Expenses	211,876,770
287000	Unapplied DP Exceptions	(2,678,928)
289000	Other Liabilities	74,816,730
	TOTAL MEMBERS' SAVINGS & LIABILITIES	$ 36,687,045,457
	MEMBERS EQUITY	
393100	Regular Reserve	$ 349,808,576
393300	Capital Reserves	3,245,135,895
394000	Undivided Earnings	50,000,000
395000	Other Comprehensive Income	(242,672,929)
396000	Net Income	-
	TOTAL EQUITY	$ 3,402,271,542
	TOTAL LIABILITIES AND EQUITY	$ 40,089,316,999
	COMMITMENTS (NOTE 2)	

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

Chief Financial Officer: /s/ Lauren D. Lloyd

President/CEO: /s/ J. Cutler Dawson, Jr.

Chairman: /s/ John A. Lockard

Statistical Report

	NUMBER	AMOUNT		NUMBER	AMOUNT
1. Delinquent Loans					
a. 2 to less than 6 months	25,265	$ 313,619,301	5. Number of Members at End-of-Period	3,355,651	
b. 6 to less than 12 months	684	$ 64,539,465	6. Number of Potential Members	11,780,000	
c. 12 months and over	258	$ 28,600,783			
d. Subtotal	26,207	$ 406,759,549	7. Total Loans Charged-Off:		
2. Current and Less Than 2 Months Delinquent	2,053,736	$ 31,179,818,942	a. This Month		$ 52,187,039
3. Total Loans	2,079,943	$ 31,586,578,491	b. Year-to-date		$ 464,506,516
4. Total Loans Made:			8. Recoveries on Total Loans Charged-Off:		
a. Loans made this month	44,495	$ 1,247,277,145	a. This Month		$ 3,021,507
b. Loans made year-to-date	396,029	$ 14,733,153,935	b. Year-to-date		$ 27,250,086