

Statements of Operations — Years Ended December 31, 2009 and 2008

Interest and dividend income	2009	2008
Loans	\$ 4,594,216	\$ 4,005,226
Securities	372,156	433,997
Federal funds sold	13,469	105,077
Interest-bearing time deposits and other	528,852	1,009,749
Total interest and dividend income	5,508,693	5,554,049
Interest and dividend expense		
Share accounts	1,047,548	1,468,604
Borrowings	201,351	24,812
Total interest and dividend expense	1,248,899	1,493,416
Net interest income	4,259,794	4,060,633
Provision for loan losses	396,110	86,020
Net interest income after provision for loan losses	3,863,684	3,974,613
Noninterest income		
Fees and charges	2,014,096	1,926,772
Interchange fees	432,870	394,959
Impairment of WesCorp capital certificates	—	(131,188)
Other	63,837	181,614
Total noninterest income	2,510,803	2,372,157
Noninterest expense		
Compensation and benefits	2,948,480	2,756,855
Office operations	1,143,628	1,049,774
Service processing charges	1,153,595	993,458
Depreciation and amortization	327,059	349,654
Occupancy	504,427	445,320
Member education and promotion	387,953	329,205
Professional fees	144,233	147,672
Director and dues expenses	113,948	144,557
Insurance	44,953	43,800
Prepayment penalty on long-term borrowing	116,349	—
American Share Insurance special premium assessment	146,451	—
Other	233,234	198,929
Total noninterest expense	7,264,310	6,459,224
Net income (loss)	\$ (889,823)	\$ (112,454)

Statements of Changes in Members' Equity — Years Ended December 31, 2009 and 2008

	Appropriated Statutory Reserve	Retained Earnings	Accumulated Other Comprehensive Income (loss)	Total Members' Equity
Beginning, January 1, 2008	\$ 3,537,666	\$ 7,825,662	\$ 25,054	\$ 11,388,382
Appropriation of retained earnings	22,956	(22,956)	—	—
Comprehensive income (loss)				
Net loss	—	(112,454)	—	(112,454)
Other comprehensive loss	—	—	(85,907)	(85,907)
Total comprehensive loss				(198,361)
Balance, December 31, 2008	3,560,622	7,690,252	(60,853)	11,190,021
Appropriation of retained earnings	138,572	(138,572)	—	—
Comprehensive income (loss)				
Net loss	—	(889,823)	—	(889,823)
Other comprehensive income	—	—	212,682	212,682
Total comprehensive loss				(677,141)
Balance, December 31, 2009	\$ 3,699,194	\$ 6,661,857	\$ 151,829	\$ 10,512,880