



*Contra Costa*  
Federal Credit Union

July  
2014

# QUARTERLY Update

## ECONOMIC UPDATE

The stock market had an upward trend over the second quarter of this year. Economic indicators continued to show a positive trend though a significant downward revision of the GDP was published for the first quarter of this year. However, a consensus of economists is saying the downward revision of the GDP number was an anomaly due to the severe weather that affected much of the country during the first quarter. There have been several articles in the financial journals and general news media about how much more successful the United States has been at pulling out of the Great Depression than most other developed countries. That's great to hear but, of course, some Americans are still feeling some lingering pain and hoping the economic recovery will include them at some point.

Global political tensions seemed to decline just a bit, but that changed by the end of the second quarter. The Ukraine situation, the Israel/Palestinian dilemma, and the Iraq/Syria insurgency have all heated up. All of these situations could have a dramatic impact on the economic recovery if they explode. Already, oil prices have been rising as a reflection of the uncertainty in Iraq.

California's economic recovery continues to improve but it is "spotty." Some areas are doing very well, while some areas are still mired in high unemployment and a depressed business climate.

The supply of water is now an issue that could dampen economic recovery and is already having an adverse impact in the Central Valley agricultural regions where farmers have had to scale back on planted crops which, in turn, has led to higher unemployment.

Your Credit Union has weathered the worse of the Great Recession and continues to operate profitably while providing superior service to our member-owners. It still looks likely that rates will be rising in the near future, so an auto or home loan at today's low rates is definitely worth taking a look at. Also, please remember to tell your relatives and friends that it just doesn't make financial sense to have their accounts at a bank as compared to the truly low fees, the low loan rates, and higher interest on deposits at Contra Costa FCU.

### Key Figures

(as of June 30, 2014)

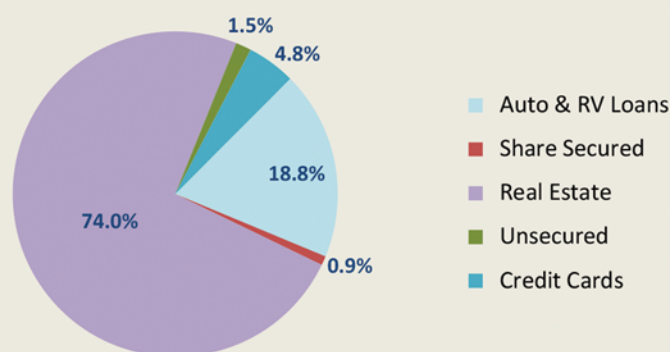
<b>Assets</b>	<b>\$629,601,586</b>
<b>Deposits</b>	<b>\$562,607,385</b>
<b>Loans</b>	<b>\$170,061,131</b>
<b>Capital Ratio</b>	<b>10.25%</b>
<b>Branch Locations</b>	<b>6</b>
<b>Co-op ATMs</b>	<b>30,000</b>
<b>CCFCU ATMs</b>	<b>10</b>
<b>Members</b>	<b>27,019</b>
<b>Employees</b>	<b>59</b>

### Statement of Condition

as of: June 30, 2014

Loans (net)	\$167,703,546
Investments & Cash	440,875,399
Fixed Assets (net)	2,001,024
Other Assets	19,021,617
<b>Total Assets</b>	<b>\$629,601,586</b>
Member Shares	\$562,607,385
Liabilities	2,482,120
Member Capital	64,512,081
<b>Total Liabilities &amp; Equity</b>	<b>\$629,601,586</b>

### Loan Portfolio (as of June 30, 2014)



### Income Statement

Year To Date as of: June 30, 2014

Loan Interest Income	\$3,479,963
Investment Interest Income	1,482,787
Non-Interest Income	897,141
<b>Total Income</b>	<b>\$5,859,891</b>
Operating Expense	\$4,391,233
Dividends Paid To Members	747,482
Provision for Loan Losses	0
<b>Total Expense</b>	<b>\$5,138,715</b>
<b>Net Income</b>	<b>\$721,176</b>

### Financial Highlights (as of June 30)

