

ECONOMIC UPDATE

The stock market continued to reflect historic highs though the market became a little shaky at the end of the quarter for no particular reason as most economic indicators for this country continued to show a positive trend. The national economy expanded at an annual rate of 4.2% in the second quarter, compared with a contraction of -2.1% in the first quarter. Unemployment dropped to just below the 6% level at the end of September.

The global economic outlook is still uncertain, reflected in concerns about Europe's ability to climb out of their extended recession. Global political tensions continue to be a factor on how the economic recovery is developing. Turmoil in Eastern Europe and the Middle East threatens to jeopardize the global economic recovery. However, oil prices have been declining nationwide due to our increased production to offset the decline of imported oil. As our country continues to become less reliant on imported oil, it is expected our entanglements in Middle East politics will diminish as well.

Our state and local economic recovery continues to improve. Some areas are doing very well, while some areas are still struggling with high unemployment and a depressed business climate. The supply of water continues to be an issue that has been dampening economic recovery by having an adverse impact in the Central Valley agricultural regions. However, the state and most local government budgets continue to improve as revenues increase with the rising property values. Government expenditures are better controlled with the renegotiation of contracts that has been occurring over the last few years.

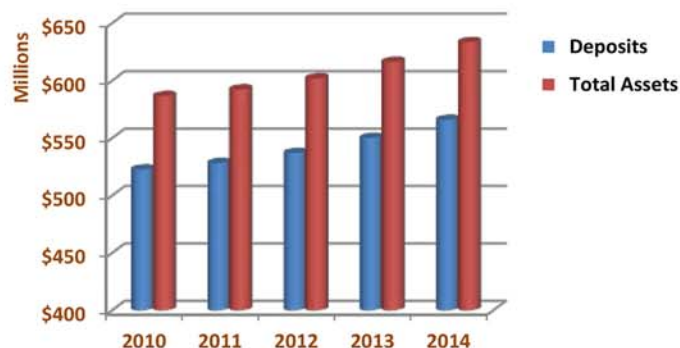
Your Credit Union weathered the worse of the Great Recession and continues to operate profitably while providing superior service to our member-owners. It continues to look likely that rates will be rising in the near future, so an auto or home loan at today's low rates is definitely worth exploring. 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 September 30, 2014)

Assets	\$633,340,440
Deposits	\$565,881,770
Loans	\$174,199,100
Capital Ratio	10.24%
Branch Locations	6
Co-op ATMs	30,000
CCFCU ATMs	10
Members	27,066
Employees	61

Financial Highlights (as of September 30)



Statement of Condition

as of: September 30, 2014

Loans (net)	\$171,898,477
Investments & Cash	440,481,866
Fixed Assets (net)	1,952,086
Other Assets	19,008,011
Total Assets	\$633,340,440
Member Shares	\$565,881,770
Liabilities	2,589,645
Member Capital	64,869,025
Total Liabilities & Equity	\$633,340,440

Income Statement

Year To Date as of: September 30, 2014

Loan Interest Income	\$5,236,596
Investment Interest Income	2,255,479
Non-Interest Income	1,345,623
Total Income	\$8,837,698
Operating Expense	\$6,640,660
Dividends Paid To Members	1,130,916
Provision for Loan Losses	0
Total Expense	\$7,771,576
Non-Operating Income (Expense)	11,998
Net Income	\$1,078,121

Loan Portfolio

(as of September 30, 2014)

