



ECONOMIC UPDATE

The most quoted price of a barrel of oil was \$91.16 as of the end of last quarter. At the end of 2014, the price was \$53.27 and, as of this writing, the price is below \$50.00. The average price of a gallon of gas in California is \$2.57 as compared to \$3.79 at September 30, 2014. That is a decline per gallon of \$1.22 over a period of just over three months. Even though this appears to be good news, those are huge changes which will have a major impact on all of us.

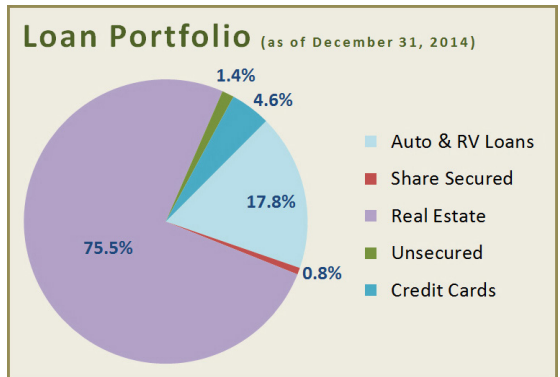
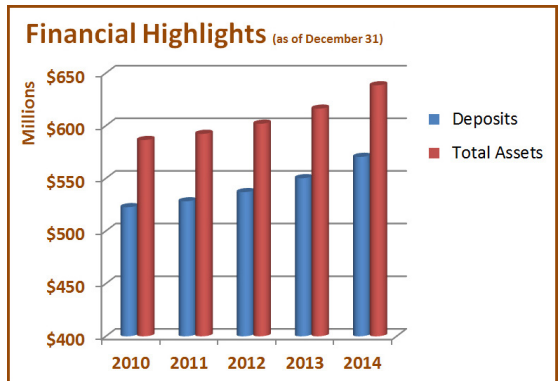
Wall Street has reacted negatively to the decline in oil prices because of being focused on the decline in revenues for the oil-producing companies and the employee layoffs that may occur as a result. But, the oil-producing companies account for a very small fraction of this nation's economy while the benefits of the lower price of oil and, thus, gas prices will be felt by everybody. Not only has the cost of our driving around town become much cheaper, but the cost of transporting everything we buy has decreased.

As the pressure on our wallets decreases from the cost of gas, many of us will find other places to spend this money. As this money flows into other products and services, the producers of those products and services will need to employ more people to handle the increased demand. Those newly hired people will now also become spenders and begin purchasing more products and services, and the cycle starts over.

Overall, our nation's economic indicators continue to improve. Unemployment continues a downward trend. Inflation continues to be tame. Our state and local governments' budgets have improved substantially, although California's budget will be negatively impacted if stock market values decline. One statistic worth noting is that the year of 2014 experienced the lowest number of corporate layoffs since 1997.

Your Credit Union continues to weather the ups and downs of our nation's economic tides while taking pride in providing superior service to our member-owners. Please remember to tell your relatives, friends, and co-workers that CCFCU exists for your benefit and for your best interest in mind. Instead of paying for bank services, take a look at what we can offer you. If you haven't looked for a long time, you'll be surprised at how we've changed to reflect modern banking.

Key Figures (as of December 31, 2014)	
Assets	\$638,420,664
Deposits	\$570,423,753
Loans	\$183,177,844
Capital Ratio	10.23%
Branch Locations	6
Co-op ATMs	30,000
CCFCU ATMs	10
Members	27,196
Employees	60



Statement of Condition	
as of: December 31, 2014	
Loans (net)	\$180,905,990
Investments & Cash	435,717,274
Fixed Assets (net)	2,057,671
Other Assets	19,739,729
Total Assets	\$638,420,664
Member Shares	\$570,423,753
Liabilities	2,691,724
Member Capital	65,305,187
Total Liabilities & Equity	\$638,420,664

Income Statement	
Year To Date as of: December 31, 2014	
Loan Interest Income	\$7,044,212
Investment Interest Income	3,076,780
Non-Interest Income	1,810,857
Total Income	\$11,931,849
Operating Expense	\$8,913,436
Dividends Paid To Members	1,516,128
Provision for Loan Losses	(0)
Total Expense	\$10,429,564
Non-Operating Income (Expense)	11,998
Net Income	\$1,514,283

