



## ECONOMIC UPDATE

The U.S. economy continues to gradually improve, but consumers are maintaining their tight purse strings. Most economists seem to agree that the economy will not begin to really chug along until the consumers start spending. Accordingly, the Federal Reserve Bank's Federal Open Market Committee (FOMC) has been dancing around raising interest rates until they see more substantial indications of the economy improving, and consumer spending is at the top of the list of indicators they are watching.

The economic news of the last several months has been dominated by Greece's miserable financial condition and whether or not they will honor their financial obligations to the European Union (EU). The recent vote of the citizens of Greece was clearly a victory for their new government and reinforced their message to the EU that Greece was not going to follow the EU's plan for stabilizing their economy and may very well walk away from some, if not all, of their debt. If the EU still decides to throw a lifeline to Greece, it will only be because the EU is concerned about the ripple-effect the Greece's default may have on other financially shaky EU countries - Spain, Italy, Ireland, and Portugal. Of course, Greece's economy is a miniscule part of the global economy and should not be having the impact that it has had on our financial markets, but Wall Street traders seem to be treating this situation as if it could be the end of the world as we know it.

A much more important economic development that will probably leave the Greece issue as a sideshow is the very recent and significant plunge in the China stock market which has wiped-out over three trillion dollars in market value. It is too soon to tell how much if any of the market value will be regained, but the government of China is reacting with significant counter-measures in an attempt to stop the plunging values.

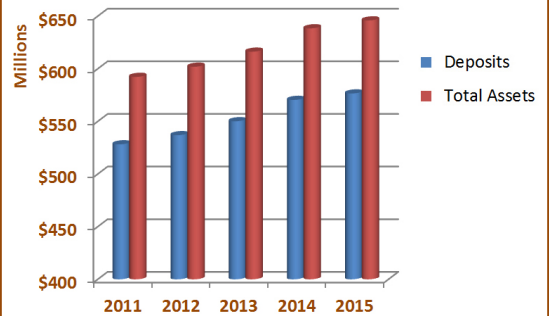
California's economy seems to sparkle in comparison to the troubled economies overseas, but there is still uncertainty on how far-reaching the impact of the drought will be in this state. Higher prices on many key grocery items are expected over the next few years, and almost everybody will bear the brunt of this in their pocketbooks. The state's economy should be able to absorb this impact, but it will depend on how much longer the drought goes on.

Your Credit Union continues to focus on providing the superior service that members expect and deserve. The staff of your Credit Union would like all members to increase their use of the services and products available at your Credit Union not because it is profitable for the Credit Union but because of the opportunity to improve your financial security. Please remember to tell your relatives and friends that still have their accounts at a bank that it just doesn't make financial sense to do so. Contra Costa FCU offers truly lower fees, lower loan rates, and higher interest on deposits as well as superior service.

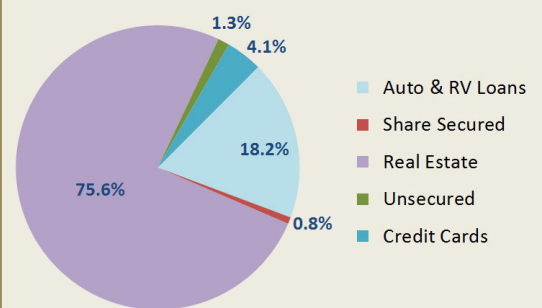
### Key Figures (as of June 30, 2015)

Assets	\$645,949,091
Deposits	\$576,539,069
Loans	\$181,040,725
Capital Ratio	10.32%
Branch Locations	6
Co-op ATMs	30,000
CCFCU ATMs	10
Members	27,129
Employees	59

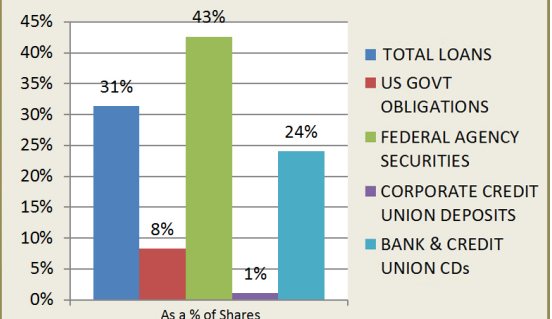
### Financial Highlights (as of June 30 for 2015)



### Loan Portfolio (as of June 30, 2015)



### Loans and Investments as a Percent of Total Shares (as of June 30, 2015)



Statement of Condition	
as of: June 30, 2015	
Loans (net)	\$179,026,817
Investments & Cash	445,793,060
Fixed Assets (net)	1,906,813
Other Assets	19,222,401
<b>Total Assets</b>	<b>\$645,949,091</b>
Member Shares	\$576,539,069
Liabilities	2,752,571
Member Capital	66,657,451
<b>Total Liabilities &amp; Equity</b>	<b>\$645,949,091</b>

Income Statement	
Year To Date as of: June 30, 2015	
Loan Interest Income	\$3,649,333
Investment Interest Income	1,820,714
Non-Interest Income	935,214
<b>Total Income</b>	<b>\$6,405,261</b>
Operating Expense	\$4,491,060
Dividends Paid To Members	761,937
Provision for Loan Losses	(200,000)
<b>Total Expense</b>	<b>\$5,052,997</b>
Non-Operating Income (Expense)	-
<b>Net Income</b>	<b>\$1,352,264</b>