

V.

The Cooperative Finance Association, Inc.
Fiscal 2010 First Quarter Report
Unaudited (in thousands)

<u>Balance Sheets As Of:</u>	11/30/2009	8/31/2009	11/30/2008
		*	
Loans	\$211,117	\$215,196	\$233,228
Less allowance for loan losses	(2,782)	(2,609)	(2,479)
Net loans	208,335	212,587	230,749
Cash	2,399	734	1,971
Accrued interest receivable	3,655	3,249	4,421
Investments in cooperatives	9,158	9,158	10,139
Other assets	617	669	840
Total assets	<u>\$224,164</u>	<u>\$226,397</u>	<u>\$248,120</u>
Credit facility	\$170,800	\$172,600	\$195,800
Notes payable	0	0	0
Commercial paper	0	1,000	0
Accrued interest payable	208	222	359
Other liabilities	3,948	4,160	4,161
Total liabilities	174,956	177,982	200,320
Members' equity	49,208	48,415	47,800
Total liabilities and members' equity	<u>\$224,164</u>	<u>\$226,397</u>	<u>\$248,120</u>
		* after patronage	
<u>Operating Statements</u>		<u>Budget</u>	
<u>Fiscal Year to Date Through:</u>	11/30/2009	11/30/2009	11/30/2008
Interest income	\$2,320	\$2,599	\$3,278
Interest expense	(639)	(1,061)	(1,939)
Net interest income from portfolio	1,681	1,538	1,339
Provision for loan losses	(60)	(60)	(120)
Other income	85	64	53
Operating income	1,706	1,542	1,272
Employee costs	(682)	(717)	(626)
Professional expenses	(47)	(78)	(68)
Administrative expenses	(78)	(85)	(86)
Customer relations costs	(34)	(50)	(37)
Other operating expense	(68)	(64)	(58)
Operating expense	(909)	(994)	(875)
Net operating income	797	548	397
Patronage refunds/other adjustments	0	0	0
Income taxes	(4)	(4)	(6)
Net income	<u>\$793</u>	<u>\$544</u>	<u>\$391</u>