

THE CO-OPERATIVE CENTRAL BANK

Combining Statements of Financial Condition

August 31,			2004	2003
	Reserve Fund	Share Insurance Fund	Combined	Combined
<b>ASSETS</b>				
Cash and cash equivalents:				
Cash	\$ 214,979	\$ 86,125	\$ 301,104	\$ 256,442
Repurchase agreements (approximate market)	4,800,000	3,330,000	8,130,000	4,205,000
Total cash and cash equivalents	5,014,979	3,416,125	8,431,104	4,461,442
Investment securities:				
Securities held-to-maturity	398,096	-	398,096	761,377
Securities available-for-sale	68,107,064	77,756,482	145,863,546	166,487,002
Total investment securities	68,505,160	77,756,482	146,261,642	167,248,379
Loan participation certificates	-	81,819	81,819	83,952
Accrued interest receivable	372,164	510,509	882,673	1,164,101
Other assets	1,074,086	6,111,428	7,185,514	7,153,910
Total Assets	<u>\$ 74,966,389</u>	<u>\$ 87,876,363</u>	<u>\$ 162,842,752</u>	<u>\$ 180,111,784</u>
<b>LIABILITIES AND EQUITY</b>				
Deposits by member banks	\$ 39,017,947	\$ -	\$ 39,017,947	\$ 39,017,947
Securities sold under agreements to repurchase	25,000,000	-	25,000,000	42,000,000
Interest payable	518,035	-	518,035	911,249
Accrued expenses and other liabilities	284,231	9,000	293,231	226,321
Accrued loss contingency	-	2,000,058	2,000,058	2,000,197
Total Liabilities	64,820,213	2,009,058	66,829,271	84,155,714
Retained earnings	10,425,539	86,095,728	96,521,267	96,110,724
Accumulated other comprehensive loss	(279,363)	(228,423)	(507,786)	(154,654)
Total Equity	10,146,176	85,867,305	96,013,481	95,956,070
Total Liabilities and Equity	<u>\$ 74,966,389</u>	<u>\$ 87,876,363</u>	<u>\$ 162,842,752</u>	<u>\$ 180,111,784</u>

See notes to financial statements.

THE CO-OPERATIVE CENTRAL BANK

Combining Statements of Operations and Retained Earnings

Year ended August 31,

2004

2003

	<i>Reserve Fund</i>	<i>Share Insurance Fund</i>	<i>Combined</i>	Combined
Interest Income:				
Investment securities	\$ 2,068,424	\$ 2,003,841	<b>\$ 4,072,265</b>	\$ 5,818,290
Loans	-	6,640	<b>6,640</b>	6,232
Total Interest Income	<u>2,068,424</u>	<u>2,010,481</u>	<b><u>4,078,905</u></b>	<u>5,824,522</u>
Interest Expense:				
Deposits	975,449	-	<b>975,449</b>	1,755,808
Borrowed funds	382,211	-	<b>382,211</b>	538,119
Total Interest Expense	<u>1,357,660</u>	<u>-</u>	<b><u>1,357,660</u></b>	<u>2,293,927</u>
Net Interest Income	710,764	2,010,481	<b>2,721,245</b>	3,530,595
Operating Expenses	<u>555,702</u>	<u>1,161,000</u>	<b><u>1,716,702</u></b>	<u>1,808,338</u>
Income Before Recoveries on Contingency Loss Provision	155,062	849,481	<b>1,004,543</b>	1,722,257
Recoveries on Contingency Loss Provision (Note C)	-	6,000	<b>6,000</b>	1,200
Net Income	<u>155,062</u>	<u>855,481</u>	<b><u>1,010,543</u></b>	<u>1,723,457</u>
Retained Earnings, at beginning of year	10,270,477	85,840,247	<b>96,110,724</b>	96,387,267
Dividend Paid	-	(600,000)	<b>(600,000)</b>	(2,000,000)
Retained Earnings, at end of year	<u>\$ 10,425,539</u>	<u>\$ 86,095,728</u>	<b><u>\$ 96,521,267</u></b>	<u>\$ 96,110,724</u>

See notes to financial statements.