

THE CO-OPERATIVE CENTRAL BANK

Combining Statements of Financial Condition

August 31,			2006	2005
	Reserve Fund	Share Insurance Fund	Combined	Combined
ASSETS				
Cash and cash equivalents:				
Cash	\$ 175,423	\$ 109,951	\$ 285,374	\$ 253,000
Repurchase agreements (approximate market)	4,140,000	1,250,000	5,390,000	4,635,000
Total cash and cash equivalents	<u>4,315,423</u>	<u>1,359,951</u>	<u>5,675,374</u>	<u>4,888,000</u>
Investment securities:				
Securities held-to-maturity	75,131	-	75,131	173,179
Securities available-for-sale	64,426,645	81,434,161	145,860,806	145,420,521
Total investment securities	<u>64,501,776</u>	<u>81,434,161</u>	<u>145,935,937</u>	<u>145,593,700</u>
Loan participation certificates	-	-	-	-
Accrued interest receivable	638,815	870,132	1,508,947	846,445
Other assets	1,080,832	6,341,077	7,421,909	7,315,146
Total Assets	<u>\$ 70,536,846</u>	<u>\$ 90,005,321</u>	<u>\$ 160,542,167</u>	<u>\$ 158,643,291</u>
LIABILITIES AND EQUITY				
Deposits by member banks	\$ 39,378,363	\$ -	\$ 39,378,363	\$ 40,210,121
Securities sold under agreements to repurchase	20,000,000	-	20,000,000	20,000,000
Interest payable	660,945	-	660,945	378,031
Accrued expenses and other liabilities	350,020	9,000	359,020	328,255
Accrued loss contingency	-	2,000,058	2,000,058	2,000,058
Total Liabilities	<u>60,389,328</u>	<u>2,009,058</u>	<u>62,398,386</u>	<u>62,916,465</u>
Retained earnings	10,532,037	88,357,564	98,889,601	97,442,713
Accumulated other comprehensive loss	(384,519)	(361,301)	(745,820)	(1,715,887)
Total Equity	<u>10,147,518</u>	<u>87,996,263</u>	<u>98,143,781</u>	<u>95,726,826</u>
Total Liabilities and Equity	<u>\$ 70,536,846</u>	<u>\$ 90,005,321</u>	<u>\$ 160,542,167</u>	<u>\$ 158,643,291</u>

See notes to financial statements.

THE CO-OPERATIVE CENTRAL BANK

Combining Statements of Operations and Retained Earnings

Year ended August 31,

2006

2005

	<i>Reserve Fund</i>	<i>Share Insurance Fund</i>	<i>Combined</i>	Combined
Interest Income:				
Investment securities	\$ 2,337,768	\$ 2,725,259	\$ 5,063,027	\$ 3,815,949
Loans	28,097	-	28,097	10,630
Total Interest Income	<u>2,365,865</u>	<u>2,725,259</u>	<u>5,091,124</u>	<u>3,826,579</u>
Interest Expense:				
Deposits	767,635	-	767,635	459,756
Borrowed funds	923,013	-	923,013	552,704
Total Interest Expense	<u>1,690,648</u>	<u>-</u>	<u>1,690,648</u>	<u>1,012,460</u>
Net Interest Income	675,217	2,725,259	3,400,476	2,814,119
Operating Expenses	<u>635,396</u>	<u>1,318,192</u>	<u>1,953,588</u>	<u>1,892,673</u>
Net Income	39,821	1,407,067	1,446,888	921,446
Retained Earnings, at beginning of year	<u>10,492,216</u>	<u>86,950,497</u>	<u>97,442,713</u>	<u>96,521,267</u>
Retained Earnings, at end of year	<u><u>\$ 10,532,037</u></u>	<u><u>\$ 88,357,564</u></u>	<u><u>\$ 98,889,601</u></u>	<u><u>\$ 97,442,713</u></u>

See notes to financial statements.