

HOLYOKE CREDIT UNION
Statements of Financial Condition
December 31, 2017 and 2016

<u>Assets</u>	<u>2017</u>	<u>2016</u>
Cash and cash equivalents		
Cash and non interest bearing deposits	\$ 2,055,318	\$ 3,355,096
Interest – bearing deposits in other institutions	<u>11,489,950</u>	<u>11,769,057</u>
Total cash and cash equivalents	<u>13,545,268</u>	<u>15,124,153</u>
Certificates of deposit	<u>2,232,000</u>	<u>7,200,000</u>
Securities		
Available for sale – at estimated fair value	24,569,924	10,951,416
Mortgage backed securities		
Available for sale – at estimated fair value	<u>7,365,209</u>	<u>14,051,180</u>
Total securities	<u>31,935,133</u>	<u>25,002,596</u>
Federal Home Loan Bank of Boston	1,856,700	1,836,300
Eastern Corporate Federal Credit Union	500,000	500,000
NCUA central liquidity deposit	328,492	283,467
MSIC Liquidity Reserve Fund	413,436	612,833
Loans available for sale – at estimated fair value	2,659,095	646,207
Loans receivable – net of allowance for loan losses	130,208,476	120,383,905
Accrued interest receivable	660,227	537,287
Property and equipment, net	4,799,225	4,938,565
Mortgage servicing rights	1,098,817	1,166,616
Prepaid expense and other assets	3,922,804	3,287,461
NCUSIF deposit	<u>1,302,818</u>	<u>1,183,690</u>
Total assets	<u>\$195,462,491</u>	<u>\$182,703,080</u>
<u>Liabilities and Members' Equity</u>		
Liabilities		
Members' shares and savings accounts	\$137,880,834	\$127,899,922
Federal Home Loan Bank of Boston advances	38,356,125	36,535,263
Accrued and other liabilities	<u>1,357,644</u>	<u>999,858</u>
Total liabilities	<u>177,594,603</u>	<u>165,435,043</u>
Members' equity		
Appropriated regular reserve	2,679,455	2,679,455
Unappropriated earnings	15,404,696	14,646,331
Accumulated other comprehensive loss	<u>(216,263)</u>	<u>(57,749)</u>
Members' equity, substantially restricted	<u>17,867,888</u>	<u>17,268,037</u>
Total liabilities and members' equity, substantially restricted	<u>\$195,462,491</u>	<u>\$182,703,080</u>

The accompanying notes are an integral part of these financial statements.

HOLYOKE CREDIT UNION
Statements of Income
Years Ended December 31, 2017 and 2016

	<u>2017</u>	<u>2016</u>
Interest income		
Loans receivable	\$5,308,421	\$4,907,305
Investment securities	<u>897,380</u>	<u>630,737</u>
Total interest income	<u>6,205,801</u>	<u>5,538,042</u>
Interest expense		
Interest on savings accounts	525,225	363,879
Borrowed funds	<u>599,244</u>	<u>599,206</u>
	<u>1,124,469</u>	<u>963,085</u>
Net interest income	5,081,332	4,574,957
Provision for loan losses	<u>204,943</u>	<u>175,300</u>
Net interest income after provision for loan losses	<u>4,876,389</u>	<u>4,399,657</u>
Non-interest income		
Fees for customer services	1,578,179	1,607,676
Mortgage banking income	745,770	697,721
Other operating income	807,701	694,784
Gain on sale of mortgages	71,462	103,983
Gain on disposition of investments	60,690	27,711
Gain of sale of property and equipment	<u> </u>	<u>196,962</u>
Total non-interest income	<u>3,263,802</u>	<u>3,328,837</u>
Non-interest expense		
Compensation and benefits	3,162,643	2,971,934
Occupancy expense	667,327	554,707
Office operations expense	1,258,243	1,164,868
Loan servicing expense	564,624	571,200
Professional and outside services	1,509,919	1,349,827
Other non - interest expense	<u>219,070</u>	<u>266,811</u>
Total non-interest expense	<u>7,381,826</u>	<u>6,879,347</u>
Net income	758,365	849,147
Other comprehensive income		
Increase (decrease) in unrealized gain (loss) on securities	<u>(158,514)</u>	<u>(266,210)</u>
Total comprehensive income	<u>\$ 599,851</u>	<u>\$ 582,937</u>

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