

**HOLYOKE CREDIT UNION**  
**Statements of Financial Condition**  
**December 31, 2015 and 2014**

	<u>2015</u>	<u>2014</u>
<u>Assets</u>		
Cash and cash equivalents		
Cash and non interest bearing deposits	\$ 2,591,011	\$ 2,369,834
Interest – bearing deposits in other institutions	<u>10,249,662</u>	<u>2,954,353</u>
Total cash and cash equivalents	<u>12,840,673</u>	<u>5,324,187</u>
Certificates of deposit	<u>11,436,000</u>	<u>3,000,000</u>
Securities		
Available for sale – at estimated fair value	7,675,727	23,452,227
Mortgage backed securities		
Available for sale – at estimated fair value	<u>13,042,211</u>	<u>13,756,449</u>
Total securities	<u>20,717,938</u>	<u>37,208,676</u>
Federal Home Loan Bank of Boston	1,834,100	1,904,200
Eastern Corporate Federal Credit Union	500,000	500,000
NCUA central liquidity deposit	272,171	271,491
MSIC Liquidity Reserve Fund	809,253	800,000
Loans available for sale – at estimated fair value	446,500	2,156,793
Loans receivable – net of allowance for loan losses	96,213,861	85,648,676
Accrued interest receivable	436,189	372,346
Property and equipment, net	3,534,322	3,737,963
Mortgage servicing rights	1,302,575	1,406,016
Prepaid expense and other assets	2,406,362	2,174,947
NCUSIF deposit	<u>992,106</u>	<u>929,834</u>
Total assets	<u>\$153,742,050</u>	<u>\$145,435,129</u>
<u>Liabilities and Members' Equity</u>		
Liabilities		
Members' shares and savings accounts	\$104,973,189	\$ 93,843,305
Federal Home Loan Bank of Boston advances	30,922,386	34,777,334
Accrued and other liabilities	<u>1,161,375</u>	<u>762,722</u>
Total liabilities	<u>137,056,950</u>	<u>129,383,361</u>
Members' equity		
Appropriated regular reserve	2,679,455	2,679,455
Unappropriated earnings	13,797,184	13,256,021
Accumulated other comprehensive income	<u>208,461</u>	<u>116,292</u>
Members' equity, substantially restricted	<u>16,685,100</u>	<u>16,051,768</u>
Total liabilities and members' equity, substantially restricted	<u>\$153,742,050</u>	<u>\$145,435,129</u>

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

**Aubrey & Dixon, LLC**

**HOLYOKE CREDIT UNION**  
 Statements of Income  
 Years Ended December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
Interest income		
Loans receivable	\$4,356,225	\$4,175,188
Investment securities	<u>731,359</u>	<u>711,840</u>
Total interest income	<u>5,087,584</u>	<u>4,887,028</u>
Interest expense		
Interest on savings accounts	240,528	250,101
Borrowed funds	<u>592,083</u>	<u>487,150</u>
	<u>832,611</u>	<u>737,251</u>
Net interest income	4,254,973	4,149,777
Provision for loan losses	<u>119,420</u>	<u>60,350</u>
Net interest income after provision for loan losses	<u>4,135,553</u>	<u>4,089,427</u>
Non-interest income		
Fees for customer services	1,550,082	1,552,748
Mortgage banking income	714,379	544,911
Other operating income	637,155	634,069
Gain on sale of mortgages	69,534	21,681
Loss on disposition of investments	<u>(173,095)</u>	
Total non-interest income	<u>2,798,055</u>	<u>2,753,409</u>
Non-interest expense		
Compensation and benefits	2,847,683	2,901,621
Occupancy expense	527,801	574,889
Office operations expense	1,077,674	1,089,549
Loan servicing expense	501,222	510,999
Professional and outside services	1,269,069	1,247,681
Other non - interest expense	168,996	276,283
NCUSIF Stabilization (income) expense		<u>(34,072)</u>
Total non-interest expense	<u>6,392,445</u>	<u>6,566,950</u>
Net income	541,163	275,886
Other comprehensive income		
Increase in unrealized gain on securities	<u>92,169</u>	<u>127,081</u>
Total comprehensive income	<u>\$ 633,332</u>	<u>\$ 402,967</u>

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