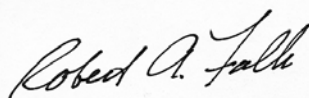


**Purdue Employees Federal Credit Union
Balance Sheet**

	<u>Current Month</u> <u>December 31, 2008</u>	<u>Prior Year End</u> <u>December 31, 2007</u>
*Total Loans	\$442,252,231	\$482,828,355
Allowance for Loan Loss	(1,872,549)	(1,429,711)
Cash	4,784,385	\$4,136,905
Investments	60,491,256	\$28,486,163
Deposit Insurance	4,460,371	\$4,032,564
Other Receivables	5,694,617	7,631,297
Land & Fixed Assets Net	<u>13,760,291</u>	<u>\$13,810,182</u>
Total Assets	<u>529,570,602</u>	<u>539,495,755</u>
Accounts Payable & Accrued Expense	4,685,902	8,603,067
Borrowings	0	66,430,000
Primary Share Savings	84,152,286	75,104,145
Other Savings	7,333,721	4,962,021
Share Draft Checking	91,774,143	84,603,607
Money Markets	109,486,162	82,180,095
IRA's	17,142,320	15,542,509
Certificates	<u>170,577,222</u>	<u>159,918,528</u>
Total Liabilities	485,151,756	497,343,972
Regular Reserves	7,502,640	7,502,640
Undivided Earnings	36,781,609	34,742,754
Other Comprehensive Income (Loss)	<u>134,597</u>	<u>(93,611)</u>
Total Owners Equity	44,418,846	42,151,783
Total Liabilities & Owners Equity	<u>\$529,570,602</u>	<u>\$539,495,755</u>

**Total loans includes FELP Student Loan Program which was discontinued.*

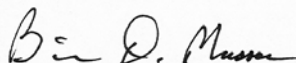
We have reviewed the financial statements and, based on our knowledge, the statements are true and fairly present in all material respects PEFCU's financial condition and results of operations.



Robert A. Falk, President/CEO



Robert W. Bain, Treasurer

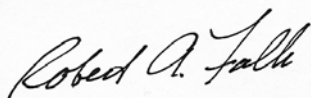


Brian D. Musser, Vice President/CFO

**Purdue Employees Federal Credit Union
Income Statement
For the Period Ending December 31, 2008**

	Current Month	Year to Date
Income		
Interest on Loans	2,291,829	27,066,778
Service Charges on Loans	284,594	4,337,587
Investment Income	85,464	1,234,987
Service Charges on Deposits	375,225	3,931,382
Total Operating Income	3,037,112	36,570,734
Expenses		
Employee Comp & Benefits	808,780	9,452,185
Employee Education & Training	5,346	279,550
Association Dues	7,631	92,474
Office Occupancy	168,659	1,919,664
Office Operations	479,726	5,401,221
Marketing	141,129	1,619,133
Loan Servicing Expense	200,276	2,554,755
Professional & Outside Service	16,425	230,839
Provision for Loan Loss	250,400	1,779,800
Member Insurance	13,643	190,740
Misc Operating Expense	58,975	362,429
Total Operating Expense	2,150,990	23,882,790
Net Operating Income Before Dividends	886,122	12,687,944
Cost of Funds	835,407	10,897,004
Net Income from Operations	50,715	1,790,940
Non-Operating Income/Expense	29,017	247,914
Net Income (Loss)	\$79,732	\$2,038,854

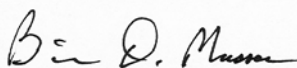
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Robert A. Falk, President/CEO



Robert W. Bain, Treasurer



Brian D. Musser, Vice President/CFO