

Strong Members | Solid Community | Secure Future



Annual Meeting 2010

BOARD OF DIRECTORS

		Term Expires
Clem Moenster	Chairman	2010
Jim Maurer	Vice Chair	2012
Marty Purdin	Treasurer	2011
John Zehler	Secretary	2010
Carl Schoellman		2012

SUPERVISORY CHAIR

Paul Jones

SEGS & UNDERSERVED AREAS

Milacron, Inc.
 MAG Cincinnati
 Cincinnati Lamb, Inc.
 CAST-FAB Technologies, Inc.
 SUMCO USA, Inc.
 Lykins Oil Company, Inc.
 Western Water Company
 Siemens Energy & Automation, Inc.
 Epic Technologies, LLC
 Victory Industrial Products, Inc.
 Core Composite Cincinnati, LLC
 Clermont Senior Services
 Executive Cellular Network
 Cincinnati Tyrol, Inc.
 Sandvik Hard Materials Co.
 G & G Manufacturing Company
 John Woeste & Company, CPAs
 Alliance Protective Services, Inc.
 Bethel Concrete
 ALG Computer Consulting & Training
 Townships of Franklin, Monroe, Ohio, Washington, and
 Williamsburg located in Clermont County, OH
 Village of Bethel, Ohio

CREDIT UNION STAFF

Marty Purdin	President & CEO
Kathy Sammons	VP/Lending & Branch Adm
Linda Covey	VP/Controller & Operations
Tammy Healey	Lending Support
Brandye Wilmont	Debit/ATM Card Services
Sharon Floyd	Member Services Rep
Lois Arterburn	Member Services Rep
Janis Lauer	ATM Services and Support

STATISTICAL REPORT

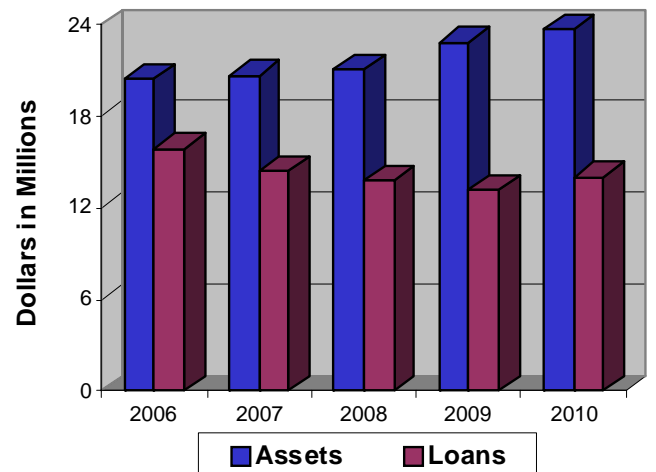
Allowance for loan losses	2010	2009
Balance, beginning of year	\$125,217	\$86,117
Provision charged	118,400	127,498
Loans charged off	(179,654)	(124,389)
Recoveries	56,714	35,991
Balance, end of year	<u>\$120,677</u>	<u>\$125,217</u>

Impaired and non-accrual loans

Impaired loans without a valuation allowance	\$234,363	\$32,304
Impaired loans with a valuation allowance	0	0
Total impaired loans	<u>\$234,363</u>	<u>\$32,304</u>

Impaired loans on non-accrual status	<u>\$234,363</u>	<u>\$32,304</u>
---	------------------	-----------------

Ohio Valley Federal Credit Union



Audit and Compliance

The credit union has conducted all required audit and compliance requirements which include an account verification, annual opinion audit, Bank Secrecy Act (BSA) audit and Automated Clearing House (ACH) audit.

Also, the National Credit Union Administration (NCUA), which oversees federally chartered credit unions, conducted its annual examination of the credit union.

STATEMENT OF INCOME

As of April 30, 2010

(Audited)

	<u>2010</u>	<u>2009</u>
Interest Income		
Loans receivable	\$910,068	\$923,648
Investment securities		
Held-to-maturity	171,286	218,933
Total interest income	<u>1,081,354</u>	<u>1,142,581</u>
Interest Expense		
Dividends	416,202	459,475
Borrowed funds	0	0
Total interest expense	<u>416,202</u>	<u>459,475</u>
Net Interest Income	665,152	683,106
Provision for Losses	<u>118,400</u>	<u>127,498</u>
Net interest income after provision for loan losses	546,752	555,608
Non-Interest Income		
Fees and charges	161,078	169,300
Miscellaneous income	110,567	102,142
Total Operating Income	<u>271,645</u>	<u>271,442</u>
Non-Interest Expenses		
Compensation and Benefits	386,490	378,530
Office Occupancy	58,636	20,979
Office Operations	299,739	338,654
Professional & outside srvc	150,086	144,225
NCUSIF insurance	(26,806)	56,560
Other expenses	6,964	14,134
Total non-interest exps	<u>875,109</u>	<u>953,082</u>
Net Income (Loss) from Operations	<u>(56,712)</u>	<u>(126,032)</u>
Non-operating income from NCUSIF	130,088	0
Impairment NCUSIF deposit	0	(130,088)
Net Income (Loss)	<u><u>\$73,376</u></u>	<u><u>(\$256,120)</u></u>
Membership Record		
Members	3,741	3,707
Potential membership	37,482	37,414

STATEMENT OF CONDITION

As of April 30, 2010

(Audited)

	<u>2010</u>	<u>2009</u>
Assets		
Cash & cash equivalents	\$2,065,738	\$2,775,713
Investment securities		
Held-to-maturity	6,803,931	6,180,628
Loans receivable, net of allowance for losses	14,005,458	13,170,195
Accrued interest receivable	79,373	85,484
Premises and equipment	283,992	305,454
Prepaid expenses and other assets	178,841	210,271
Share insurance deposit	213,683	63,445
Total Assets	<u><u>\$23,631,016</u></u>	<u><u>\$22,791,190</u></u>
Liabilities and Members' Equity		
Liabilities		
Member share accounts	\$21,300,313	\$20,370,904
Notes payable	0	0
Accrued interest payable	15,529	19,316
Accounts payable and other liabilities	183,732	286,344
Total liabilities	<u>21,499,574</u>	<u>20,676,564</u>
Commitments and contingent liabilities	0	56,560
Members' equity, substantially restricted		
Regular reserves	0	68,655
Unrestricted earnings	2,131,442	1,989,411
Total members' equity	<u>2,131,442</u>	<u>2,058,066</u>
Total liabilities & equity	<u><u>\$23,631,016</u></u>	<u><u>\$22,791,190</u></u>
Supplemental Disclosures		
Cash paid during the year for interest	\$419,989	\$472,191
Cash received during the year from loans previously charged-off as uncollectible	56,714	35,991



A M E R I C A ' S
CREDIT UNIONS™

Where people are worth more than money.™

OFFICE

2091 James E Sauls Sr Drive
Batavia, Ohio 45103-3255
(866) 696-8328
(513) 724-6098
(513) 724-6093 *fax*



CU SERVICE CENTERS®
The Member-Friendly Financial Network

Your savings federally insured to at least \$250,000
and backed by the full faith and credit of the United States Government

NCUA

National Credit Union Administration, a U.S. Government Agency