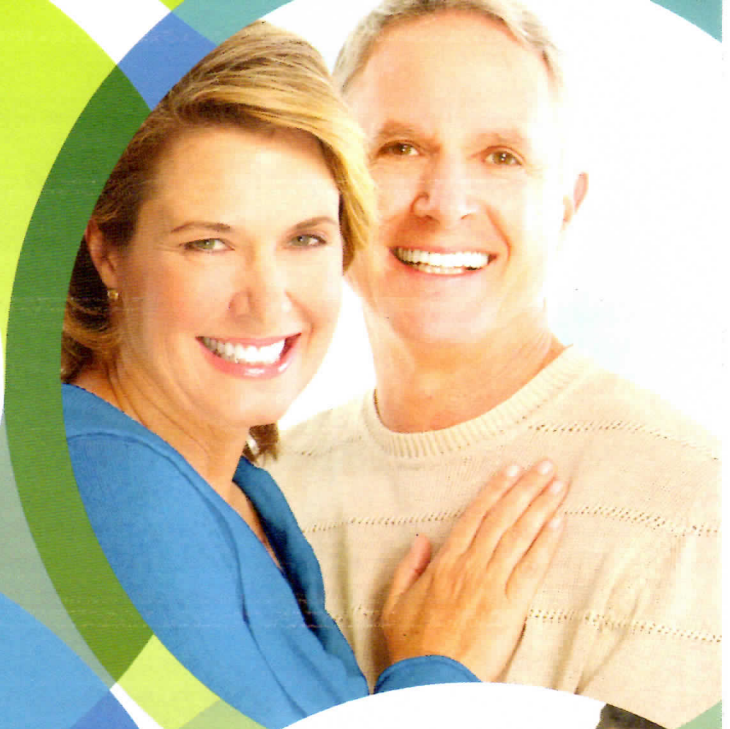




**Your
Money**



**Your
Community**



Your

2012 Annual Meeting

BOARD OF DIRECTORS

		Term Expires
Clem Moenster	Chairman	2013
Jim Maurer	Vice Chair	2012
Marty Purdin	Treasurer	2014
John Zehler	Secretary	2013

SUPERVISORY CHAIR

Paul Jones

SEGS & UNDERSERVED AREAS

Milacron LLC.
 MAG Cincinnati
 Cincinnati Lamb, Inc.
 CAST-FAB Technologies, Inc.
 Clermont Steel Fabricators, LLC
 Lykins Oil Company, Inc.
 Western Water Company
 Siemens Energy & Automation, Inc.
 Epic Technologies, LLC
 A1 Fabricators & Finishers, LLC
 Core Composite Cincinnati, LLC
 Clermont Senior Services
 Engineered Mobile Solutions, Inc.
 Koogler-Eyre Realtors
 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
Annette Elliott	Member Services Rep
Rebecca Hamilton	Member Services Rep
Corey Bishop	Members Services Rep
Janis Lauer	ATM Services and Support

STATISTICAL REPORT

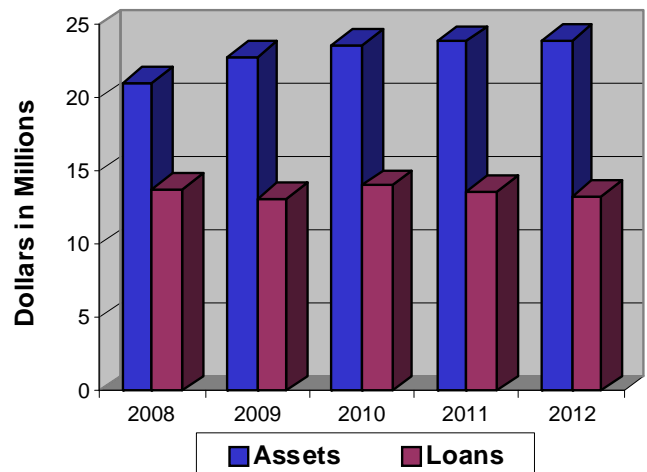
Allowance for loan losses	2012	2011
Balance, beginning of year	\$110,797	\$120,677
Provision charged	50,986	87,074
Loans charged off	(107,709)	(133,852)
Recoveries	33,553	36,898
Balance, end of year	<u>\$87,627</u>	<u>\$110,797</u>

Impaired and non-accrual loans

Impaired loans without a valuation allowance	\$7,746	\$260,455
Impaired loans with a valuation allowance	0	0
Total impaired loans	<u>\$7,746</u>	<u>\$260,455</u>

Impaired loans on non-accrual status	<u>\$7,746</u>	<u>\$260,455</u>
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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, 2012

(Audited)

	<u>2012</u>	<u>2011</u>
Interest Income		
Loans Receivable	\$835,566	\$899,145
Investment Securities		
Held-to-Maturity	113,992	138,656
Total Interest Income	949,558	1,037,801
Interest Expense		
Dividends	239,051	299,564
Borrowed Funds	0	0
Total Interest Expense	239,051	299,564
Net Interest Income	710,507	738,237
Provision for Losses	50,986	87,074
Net Interest Income after Provision for Loan Losses	659,521	651,163
Non-Interest Income		
Fees and Charges	129,865	132,767
Miscellaneous Income	129,152	117,436
Total Operating Income	259,017	250,203
Non-Interest Expenses		
Compensation and Benefits	368,736	356,618
Office Operations	238,629	250,981
Loan Servicing	81,260	83,693
Occupancy	76,180	81,585
Insurance & Assessments	66,147	69,315
Professional Fees	37,857	38,528
Other	21,301	17,510
Travel & Conferences	2,482	2,522
Total Non-Interest Exp	892,592	900,752
Net Income (Loss)	\$25,946	\$614

Cash and Cash Equivalents

Cash on Hand	582,682	378,372
Cash in Overnight Funds	3,102,653	1,909,364

Membership Record

Members	3,739	3,725
Potential membership	37,478	37,450

STATEMENT OF CONDITION

As of April 30, 2012

(Audited)

	<u>2012</u>	<u>2011</u>
Assets		
Cash & Cash Equivalents	\$3,685,335	\$2,287,736
Investment		
Held-to-Maturity	3,970,000	3,880,000
Other	2,260,677	3,351,677
Total Investments	6,230,677	7,231,677
Loans to Members, less Allowance for Losses	11,338,717	11,903,850
Loan Participations	1,900,354	1,745,389
Collateral in Liquidation	51,807	21,054
Premises and Equipment	207,690	248,369
Accrued Interest Investments	11,210	13,216
Accrued Interest Loans	80,917	74,172
NCUSIF Deposit	204,557	206,900
Prepays and Other Assets	120,256	74,458
Total Assets	<u>\$23,831,520</u>	<u>\$23,806,821</u>

Liabilities and Members' Equity

Members' Shares	\$21,582,259	\$21,593,319
Dividends Payable	0	10,672
Accounts Payable and Other Liabilities	91,259	70,774
Total liabilities	21,673,518	21,674,765
Members' Equity, substantially restricted	2,158,002	2,132,056
Total Liabilities & Equity	<u>\$23,831,520</u>	<u>\$23,806,821</u>

	Unappropriated Undivided Earnings	Total Members' Equity
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Balance April 30, 2011	\$2,132,056	\$2,132,056
Net Income for year ended April 30, 2012	25,946	25,946
Balance April 30, 2012	<u>\$2,158,002</u>	<u>\$2,158,002</u>



A M E R I C A ' S
CREDIT UNIONS™

Where people are worth more than money.™

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(513) 724-6093 *fax*



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NCUA

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