

**Queen of Peace Arlington Federal Credit Union**  
**Statement of Financial Condition**                      **December 31, 2004**

<b><u>Assets:</u></b>		<b><u>Liabilities:</u></b>	
Loans to members	\$344,828	Dividends payable	\$1,002
Less Allowance for Loan Losses	(9,085)	Other Liabilities	<u>528</u>
		<b>Total Liabilities</b>	<b>1,530</b>
Cash Fund	2,027		
Checking Account s (Wachovia & BBT)	11,620		
Bank MMkt Accts (Wachovia & BBT)	20,020	<b><u>Savings:</u></b>	
Bank MMkt Accts ETRADEBANK	3,743	Regular Shares	655,258
Virginia Corporate O/N Transaction	3,278	Club (Christmas and Vacation) Sha	34,508
Virginia Corporate O/N Investment	123,000	Share Certificates (1, 2, 3 yr term)	<u>143,479</u>
Vanguard Federal Money Market Fund	7,246	<b>Total Shares</b>	<b>833,245</b>
Vanguard GNMA Fund	143,091		
Virginia Corporate Certif (CDs)	170,000	<b><u>Equity:</u></b>	
Bank CDs - Etradebank	120,075	Regular reserve	<b>64,391</b>
Bank CDs -- Wachovia/1st Union	10,110	Undivided Earnings	<b>82,680</b>
Virginia Corp Memb acct	8,494	Accum. Gain (Loss) Avail for Sale \$	<b>(541)</b>
		Net Income	<b>0</b>
NCUA Insurance Fund Deposit (1% of share)	7,196	<b>Total Equity</b>	<b>146,529</b>
Prepaid expenses	8,463		
Furn & Equipment (net of depreciation)	5,876		
Other assets	1,323		
<b><u>TOTAL Assets</u></b>	<b><u>\$981,304</u></b>	<b><u>TOTAL Liabilities, Savings &amp; Equit</u></b>	<b><u>\$981,304</u></b>

<b>Statement of Income for the year ending 12/31/2004</b>	
<b>Income:</b>	
Interest on Loans	\$29,390
Investment Income	13,602
Fees, charges, other	<u>2,232</u>
<b>Total Income</b>	<b><u>45,224</u></b>
Less - Oper. Expenses (w/o PFLL, int borrowed\$):	19,730
Less - Provision for Loan Loss	300
<b>Net Income BEFORE Dividends</b>	<b><u>25,194</u></b>
Less - Dividend Exp. & Int on Borrowed Funds	8,482
Non-operating gain (loss)	<u>1376.96</u>
<b>Net Income:</b>	<b><u>\$18,089</u></b>

**Number of Members:**                      **561**

**Classification of Loans Outstanding:**

	#	<u>Amount</u>
Current and under two months delinque	56	323,252
Two to under 6 months delinquent	3	4,294
Six to under 12 months delinque	2	17,281
Twelve months and over delinquent	-	-
<b>Total Loans</b>	<b>61</b>	<b>344,828</b>

**Distribution of Loan Types:**

	#	<u>Amount</u>
New Auto/\	8	54,772
Used Auto/	27	202,246
Secured by	3	14,944
Personal	22	72,365
Payday Alt	1	<u>500</u>
<b>Total</b>	<b>61</b>	<b>344,828</b>

**Per Cent Delinquent:**                      **6.26%**  
(two months and over)