

DFCU Financial
Financial Statements, Ratios & Highlights

Financial Highlights

- DFCU Financial is well capitalized with strong earnings and efficient operations
- For the past ten years, DFCU has had the financial strength to pay record special dividends of over \$233 million
- DFCU's capital/assets ratio is significantly above the 7% regulatory requirement for "well capitalized" credit unions
- Since 2003, DFCU has more than tripled its number of branches while maintaining its profitability and capital levels
- DFCU Financial has not participated in subprime lending activities

Summary Balance Sheet (in thousands)

	<u>12/31/2016</u>
Investments	\$ 2,927,400
Loans	1,058,969
Other Assets	375,437
Total Assets	<u>\$ 4,361,806</u>
Deposits	\$ 3,832,996
Other Liabilities	64,234
Equity/Capital	464,576
Total Liabilities & Equity/Capital	<u>\$ 4,361,806</u>

Summary Income Statement (in thousands)

	Year-to-Date <u>12/31/2016</u>
Interest Income	\$ 91,169
Less: Interest Expense	7,115
Less: Provision for Loan Losses	(335)
Net Interest Income After Provision	<u>84,389</u>
Noninterest Income	43,217
Noninterest Expense	96,198
Net Income	<u>\$ 31,408</u>

Financial Ratios (@12/31/2016)

	<u>DFCU Financial</u>
Return on Assets (Profitability expressed by net income as a percentage of assets)	1.39%
Return on Equity (Profitability expressed by net income as a percentage of equity)	11.70%
Efficiency Ratio (noninterest expenses as a percentage of income)	55.02%
Capital/Assets (capital reserves as a percentage of total assets)	11.94%
Delinquent Loans/Total Loans (loans with past due payments as a percentage of total loans)	0.06%