

**The Cooperative Finance Association, Inc.**  
**Fiscal 2017 First Quarter Report**  
**Unaudited (in thousands)**

<u>Balance Sheets As Of:</u>	<u>11/30/2016</u>	<u>8/31/2016</u>	<u>11/30/2015</u>
Loans	\$330,978	\$343,480	\$310,653
Less allowance for loan losses	(5,296)	(4,980)	(5,266)
Net loans	325,682	338,500	305,387
Cash	1,636	309	3,184
Accrued interest receivable	7,052	5,694	6,613
Investments in cooperatives	8,949	8,950	8,522
Other assets	1,172	1,168	1,350
Total assets	<u>\$344,491</u>	<u>\$354,621</u>	<u>\$325,056</u>
Credit facility	\$280,800	\$291,500	\$262,700
Commercial paper	0	0	0
Draft clearing and guarantee deposits	2,295	2,328	2,379
Accrued interest payable	498	522	389
Other liabilities	4,272	4,671	4,210
Total liabilities	287,865	299,021	269,678
Members' equity	56,626	55,600	55,378
Total liabilities and members' equity	<u>\$344,491</u>	<u>\$354,621</u>	<u>\$325,056</u>

<u>Operating Statements</u>	<u>Budget</u>		
<u>Fiscal Year to Date Through:</u>	<u>11/30/2016</u>	<u>11/30/2016</u>	<u>11/30/2015</u>
Interest income	\$4,122	\$4,059	\$3,792
Interest expense	(1,605)	(1,516)	(1,263)
Net interest income from portfolio	2,517	2,543	2,529
Provision for loan losses	(315)	(315)	(375)
Other income	124	181	124
Operating income	2,326	2,409	2,278
Employee costs	(835)	(910)	(826)
Professional expenses	(135)	(133)	(66)
Administrative expenses	(88)	(95)	(87)
Customer relations costs	(69)	(61)	(46)
Other operating expense	(159)	(169)	(144)
Operating expense	(1,286)	(1,368)	(1,169)
Net operating income	1,040	1,041	1,109
Patronage refunds/other adjustments	0	0	42
Income taxes	(26)	(26)	(42)
Net income	<u>\$1,014</u>	<u>\$1,015</u>	<u>\$1,109</u>