



UW Credit Union Announces Third Quarter 2009 Financial Performance

Madison, WI October 22, 2009 – UW Credit Union’s third quarter 2009 financial statements were filed with the National Credit Union Administration (NCUA) and the Wisconsin Department of Financial Institutions. As stated in these regulatory filings, UW Credit Union’s assets continued to increase over year-end 2008 levels reaching nearly \$1.2 billion by quarter-end.

During the nine months ending September 30, 2009, member deposit balances grew by 9.7%, or \$93.0 million, reaching \$1.05 billion by September 30, 2009. Membership growth during the first nine months of 2009 was 11,591, an annualized growth rate of 11.9%.

Net income for the first half of 2009 was reported at \$8.39 million. This included a \$1.53 million 2009 expense related to a National Credit Union Administration special federal deposit insurance premium assessed on all federally insured credit unions, as well as the \$5.95 million recapture of a 2008 estimated write-down of the Credit Union’s deposit in the federal deposit insurance fund. Net income for the nine months ended September 30, 2009, before special items related to federal deposit insurance premium expense, would have been \$3.97 million.

As a result of lower rates, home mortgage loan activity also posted impressive increases, with total year-to-date production of \$523 million. This represents a 268% increase from the same period the previous year.

UW Credit Union remained “well capitalized” as of September 30, 2009 with reported member equity of \$106 million. At quarter end, UW Credit Union’s portfolio of loans to members stood at \$954 million. Delinquent loans, as a percent of total loans was 1.07%, modestly increased from the previous quarter figure of .89% and well below the 4.35% delinquent loan bank average most recently reported by the FDIC.

UW Credit Union Chief Executive Officer Paul Kundert stated, “While the continued news from the financial markets can be unsettling, we want our members to know that UW Credit Union is financially strong and continues to grow. UW Credit Union posted positive earnings for 2008, and for the first nine months of the current year. These earnings are added to capital reserves to maintain financial strength. Today we hold over \$24 million more in capital (or 29% more) than the amount our regulators require for their top “well capitalized” rating of financial strength. While these are difficult times for consumers, UW Credit Union is in a strong position to continue to meet the needs of our members.”