



Effects of NCUA's Corporate Stabilization Plan and Corporate Conservatorship

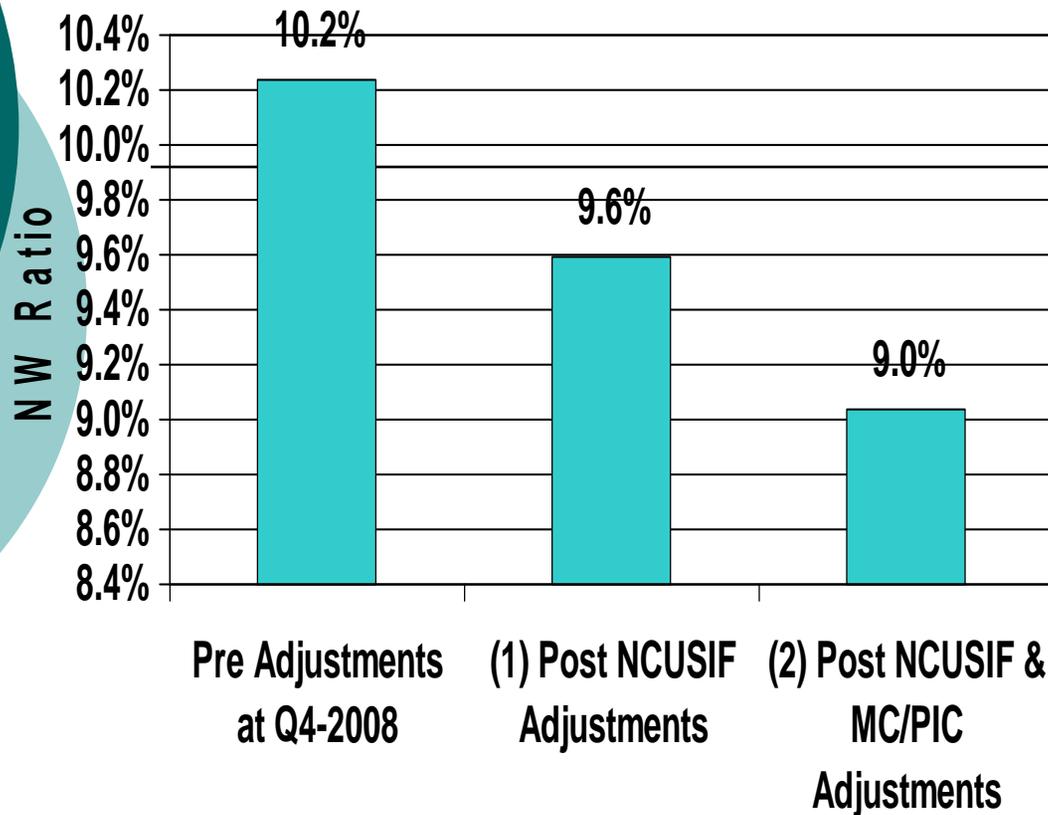
NCUA's Corporate Stabilization Actions

- 69% impairment of NCUSIF Deposit which is based on 1% of insured shares.
- 0.3% premium assessment.
- Estimated \$505 million financial burden to CA state-chartered credit unions. Net worth to decline by approximately 0.65% and earnings (ROA) by 0.70%.

NCUA's Conservatorship of U.S. Central and WesCorp Federal Credit Unions

- Impairment of capital investments in U.S. Central (est. 77%) and Wescorp (est. 100%).
- \$436 million invested in corporate capital accounts by CA state-chartered credit unions, most are held at Wescorp.
- Net worth and earnings to slip further when credit unions record the capital investment loss.

Net Worth Impact from NCUSIF and MC/PIC Adjustments



(1) After taking into effect the NCUSIF impairment adjustments, net worth is estimated to drop by 0.65%. The total cost includes a 69% NCUSIF deposit write-down and 0.3% premium assessment.

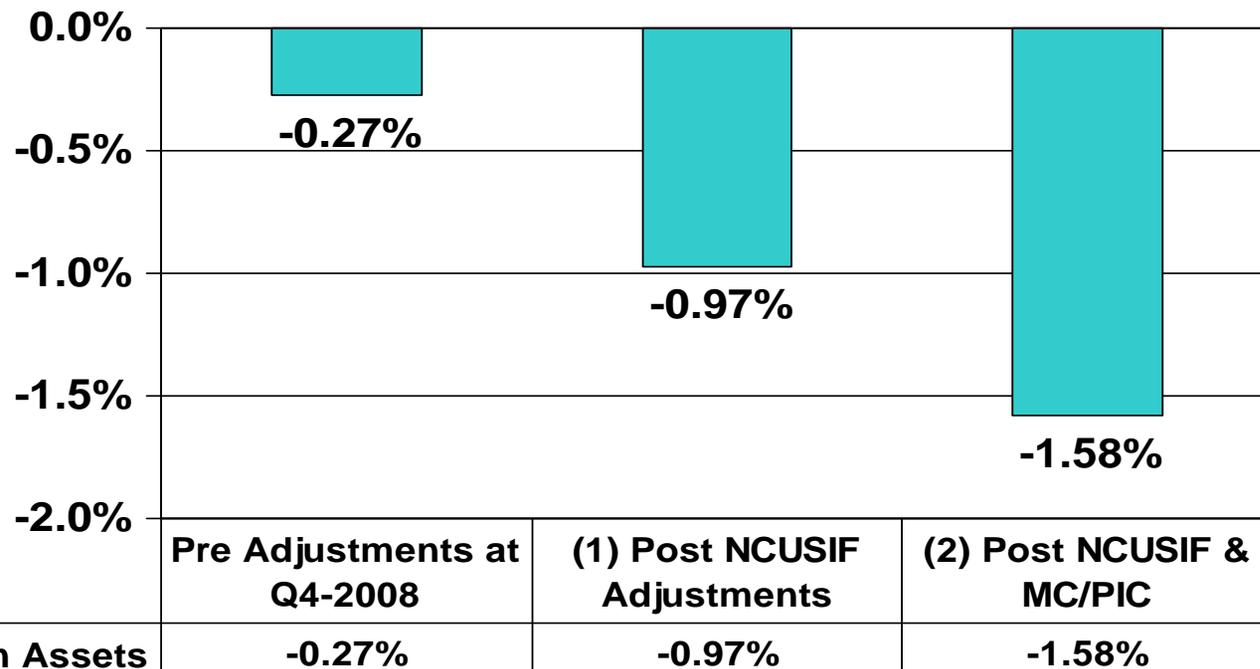
(2) Net worth is estimated to further drop to 9%, with the anticipated investment loss on Wescorp's Membership Capital (MC) and Paid-In- Capital (PIC) Accounts.

Source: Q4-2008 call reports uploaded as of 2/13/2009, assuming all MC/PIC accounts are held at Wescorp Federal Credit Union.

Earnings Impact from NCUSIF and MC/PIC Adjustments

NCUA's Corporate Stabilization Plan is estimated to cost CA state-chartered credit unions \$505 million. This reflects approximately 0.70% drop in return on assets. Net losses could escalate to the 1% level, if credit unions experienced the same loss level as in 2008. In addition, earnings could be further impacted if credit unions had to write-off their capital investments in Wescorp Federal Credit Union.

Source: Q4-2008 call reports uploaded as of 2/13/2009, assuming all MC/PIC accounts are held at Wescorp Federal Credit Union.



NW Ratio Comparison Effects of NCUSIF and MC/PIC Adjustments

NW Ratio	Pre Adjustments at Q4-2008		Post Adjustments	
	# of CUs	% of Total	# of CUs	% of Total
4% - 4.99%			4	2%
5% - 5.99%	1	1%	4	2%
6% - 6.99%	5	3%	20	11%
7% - 7.99%	11	6%	26	14%
8% and over	169	91%	132	71%
Total	186		186	

Note: This chart reflects Q4-2008 call report data uploaded as of 2/13/2009.