

Consolidated Five - Year Summary of Selected Financial Data

<i>(dollars in thousands)</i>	2008	2007	December 31, 2006	2005	2004
Balance Sheet Data					
Cash	\$ 408	\$ 2,072	\$ 667	\$ 904	\$ 1,090
Investment securities	3,221	1,803	—	—	—
Loans	589,244	529,972	514,258	467,557	480,183
Less: allowance for loan losses	8,051	4,978	5,198	5,106	5,100
Net loans	581,193	524,994	509,060	462,451	475,083
Investments in other Farm Credit institutions	7,857	7,552	6,773	5,411	5,642
Other property owned	—	—	—	—	—
Other assets	16,412	17,850	18,914	13,264	11,769
Total assets	\$ 609,091	\$ 554,271	\$ 535,414	\$ 482,030	\$ 493,584
Notes payable to AgFirst Farm Credit Bank*	\$ 484,670	\$ 428,586	\$ 420,609	\$ 372,272	\$ 399,589
Accrued interest payable and other liabilities with maturities of less than one year	19,294	26,493	23,378	23,852	17,638
Total liabilities	503,964	455,079	443,987	396,124	417,227
Protected borrower stock	2,538	2,682	2,739	2,898	3,135
Capital stock and participation certificates	697	725	777	808	810
Retained earnings					
Allocated	22,550	22,483	21,752	22,550	21,277
Unallocated	79,342	73,302	66,159	59,650	51,135
Total members' equity	105,127	99,192	91,427	85,906	76,357
Total liabilities and members' equity	\$ 609,091	\$ 554,271	\$ 535,414	\$ 482,030	\$ 493,584
Statement of Income Data					
Net interest income	\$ 16,107	\$ 17,319	\$ 16,702	\$ 14,898	\$ 12,768
Provision for (reversal of allowance for) loan losses	5,525	—	—	—	(9,823)
Noninterest income (expense), net	3,656	(290)	(489)	2,052	861
Net income	\$ 14,238	\$ 17,029	\$ 16,213	\$ 16,950	\$ 23,452
Key Financial Ratios					
Rate of return on average:					
Total assets	2.47%	3.15%	3.20%	3.56%	5.02%
Total members' equity	13.55%	17.38%	17.97%	20.98%	38.29%
Net interest income as a percentage of average earning assets	2.91%	3.32%	3.41%	3.20%	2.72%
Net (chargeoffs) recoveries to average loans	(0.442)%	(0.042)%	0.019%	0.001%	0.01%
Total members' equity to total assets	17.26%	17.90%	17.08%	17.82%	15.47%
Debt to members' equity (:1)	4.79	4.59	4.86	4.61	5.46
Allowance for loan losses to loans	1.37%	0.94%	1.01%	1.09%	1.06%
Permanent capital ratio	15.57%	17.04%	16.31%	16.76%	12.76%
Total surplus ratio	15.50%	16.93%	16.18%	16.58%	12.58%
Core surplus ratio	15.50%	16.33%	14.94%	14.44%	10.86%
Net Income Distribution					
Estimated patronage refunds:					
Cash	\$ 5,071	\$ 6,006	\$ 5,147	\$ 4,007	\$ 3,502
Nonqualified retained earnings	3,470	3,834	4,383	4,173	3,692

* General financing agreement is renewable on three-year cycles. The next renewal date is December 31, 2009.