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increased due in response to the difficult economy. The loan loss was funded at \$1,057,797 in 2008 vs. \$347,142 in 2009.

You may have heard that there are many financial institutions that are not lending. However, your credit union is willing and able to lend. If you are looking to purchase a new car, call the credit union to get preapproved before you shop. You have seen the 0% financing offers but do you know the complete story? You have to have excellent credit, the term is shorter, your monthly payments are higher, and your payment could increase if you are late with one payment. Also, you have to give up rebates offered by the factory. Let us help you determine if a credit union loan could be a better value for your situation.

Thank you for being a member of the credit union. We are a full service credit union ready to meet your savings and borrowing needs.

Sincerely,

Mike Bryan
President

Courtesy Pay Changes Coming Soon!

Effective August 15th, Courtesy Pay will be available for your everyday debit card transactions. In order to receive Courtesy Pay for your debit cards, you will be required to opt-in for this service. Watch for more information and an opt-in form to be mailed to you in June.

In Loving Memory

The credit union would like to express our sympathy to the loved ones of those in the AGLR family who have recently passed away.

John G Westerman, III, Cherokee Service Center

Joel (BoBo) Wilson, Buckhead /Peachtree Office

George Taylor, Augusta

Harold (Butch) Arrington, Macon Service Center

John McIntyre, Chattanooga Gas Company

Frank Jones, Atlanta Purchasing Department

Financial Condition Statement As of December 31, 2009 and 2008

Assets	2009	2008
Cash	183,668	226,747
Loans to Members	37,299,094	37,243,510
Loan Loss Reserve	(766,683)	(977,644)
Net Loans	36,532,411	36,265,866
US Treasury & Agency Securities	1,493,303	242,355
Other Investments	28,162,009	17,586,325
Total Investments	29,655,312	17,828,680
NCUA Insurance	487,036	381,014
Accrued Interest Receivable	102,706	99,331
Equipment	510,473	507,935
Reserve for Depreciation	(444,601)	(403,469)
Net Equipment	65,872	104,466
Prepaid Expenses & Other Assets	573,456	435,720
Total Assets	67,600,461	55,341,824
Liabilities & Equity Liabilities		
Share Deposits	11,375,712	10,628,512
Share Draft Deposits	2,855,575	2,891,873
IRA Deposits	393,199	560,350
Certificates of Deposits	31,994,531	28,051,174
Money Market Accounts	5,933,837	4,856,858
Total Deposits	52,552,854	46,988,767
Accruals & Accounts Payable	7,205,037	202,314
Total Liabilities	59,757,891	47,191,081
Equity		
Statutory Reserve Fund	2,601,777	2,601,777
Undivided Earnings	5,240,793	5,548,966
Total Equity	7,842,570	8,150,743
Total Liabilities & Equity	67,600,461	55,341,824
Income		
Interest from Loans	2,309,689	2,466,706
Interest from Investments	610,389	714,811
Other Income	482,908	524,138
Total Income	3,402,986	3,705,655
Expenses		
Compensation & Benefits	1,091,531	1,020,697
Office Operation Expense	502,556	515,727
Education & Promotion	20,622	21,897
Loan Servicing Expense	100,006	99,861
Professional & Outside Services	49,039	74,929
Provision for Loan Loss	347,142	1,057,797
Member Insurance	0	3
Other Expenses	17,294	33,663
Total Operating Expenses	2,128,190	2,824,574
Non-Operating Income		
Gain/Loss Sales of Investments	(167,698)	0
Gain/Loss Sales of Assets	(57,036)	(56,266)
Other Non-Operating Income	326,194	0
Total Non-Operating Income	101,461	(56,266)
Total Operating & Non-Operating Expenses	2,229,651	2,768,308
Income Before Dividends	1,376,257	824,815
Dividend Expense	1,285,180	1,594,509
Net Income	\$91,077	(\$769,694)
Number of Members	6,594	6,558
Number of Loans	2,944	3,097

Financial WISE

July 2010



President's Letter

Dear Credit Union Member,

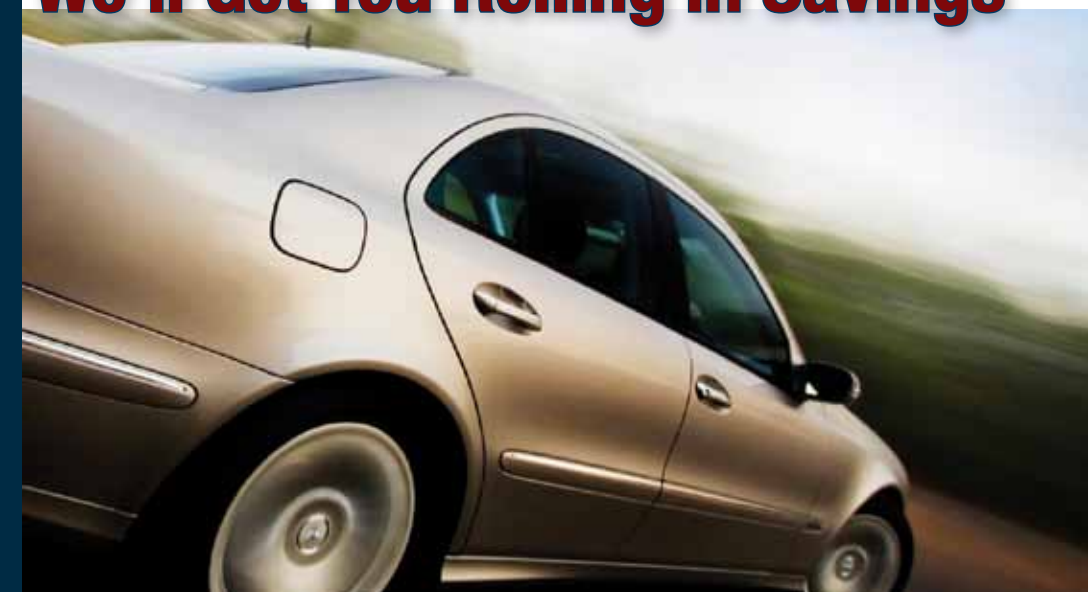
The year 2009 was better for the credit union than 2008. We experienced growth in assets of \$5,263,637, and member deposits were up \$5,361,773. It was a profitable year which not only makes us much sounder financially, but it assures the credit union will be able to continue to pay excellent rates on deposits and charge low rates on loans. We continue to manage the assets of your credit union conservatively and receive high ratings from regulators.

We have finalized our first quarter financial results, and we are doing better than many other financial institutions. Our net income for the first quarter is \$44,342 vs. 2009 of \$36,969; ROA through March 2010 is 24 basis points (bp) vs. 23 bps in 2009. Deposits are up \$7.769 million this year over first quarter last year.

The 2009 statement of financial condition is included in the newsletter. We had a good year in the midst of an economy that was struggling. The credit union's provision for loan losses

Continued on page 4

We'll Get You Rolling in Savings



Are you looking for a new set of wheels this summer? We can help get you rolling with big savings on your new or used auto financing. Make every penny count in the purchase of your next vehicle. Before you settle for dealer financing, let Mutual Savings Credit Union help you discover what our auto loan could do for you!

Your rate could be as low as 3.90% APR*.

With our easy application process, quick approvals and pre-approval option, we won't slow you down! You'll cruise right over those high interest loans and be rolling in savings in no time. For more information, call (404) 584-4754 or visit www.mutualsavingscu.org today!

*Annual Percentage Rate.

We'll Make Your Family Tree Bloom

How would you like to help those you love blossom even during these tough economic times? You could do just that by sharing the benefits of credit union membership with your family members.

like low fees, affordable services, low interest rates on loans and high rates on savings. You can help them discover the friendly service, personal attention and solid security you have come to expect from your credit union.

Did you know that because you are a member of Mutual Savings Credit Union, your immediate family is eligible to join, too? They can take advantage of all the benefits of membership and all the value you enjoy,

Let us help your family tree grow and prosper. Tell your family about the benefits of membership in Mutual Savings Credit Union. Tell them to call (404) 584-4754 today for more information.

High Hopes. Low Interest.

If you have high hopes for your summer, you just may need a low interest loan from Mutual Savings Credit Union. We can help you make your summer all you want it to be.

We offer:

- Boat Loans
- Watercraft Loans
- Recreational Vehicle Loans

We're hoping you won't waste money on high interest when you could take advantage of a rate as low as 3.90% APR*. We offer convenient terms, quick approval, and easy payment with payroll deduction.

Don't miss a minute of summer fun. For more information, call (404) 584-4754 or visit www.mutualsavingscu.org today!

*Annual Percentage Rate.
All loans subject to credit approval.



Annual Privacy Notice

MSCU will protect the confidentiality, security, and integrity of each member's nonpublic personal information in accordance with existing state and federal laws. MSCU will maintain physical, electronic, and procedural safeguards that comply with federal standards to guard members' nonpublic personal information.

In the course of providing you products and services, we collect information from you in person, during telephone interviews and on applications and other forms you provide. We may also collect information about you from outside sources such as credit reporting agencies. Additionally, we maintain records of your transactions with us.

MSCU will not gather, collect, or maintain any information about its members that is not necessary in order to offer its products and services, to complete member transactions or for other relevant business purposes. We do not share any personal information about you or our former members or customers with unaffiliated third parties, except as permitted or required by law and as necessary for business purposes. For example, we may share information to comply with U.S. tax laws and court orders, or with credit reporting agencies.

We also share information with affiliated third parties that work for us in providing you products and services. Such companies include check printers, insurance companies, data processors, and online bill payment service providers. These companies act on our behalf and are obligated to keep any information we share with them confidential.

We may disclose the information we collect to affiliated third parties that perform marketing services on our behalf to the extent permitted by law. All of these companies act on our behalf, and are contractually obligated to keep the information that we provide confidential and to use the information only for services that we have asked them to perform for you and us.

MSCU will restrict access to members' personal and account information to those MSCU employees who need to know that information to be able to provide products and/or services to members.

MSCU will send an annual privacy policy at a minimum of once a year, or upon changes or revisions.



I direct Mutual Savings Credit Union, as elected below, not to share non-public personal or other information about me except as provided in its Privacy Policy. I understand this may cause me to no longer receive promotional or exclusive offers for certain products or services.

- Please do not share my non-public personal information with Affiliated Third Parties.
 Please do not share my non-public personal information with Non-Affiliated Third Parties.

Name: _____

Member Number: _____

Date: _____

Signature: _____

Checking Made to Order

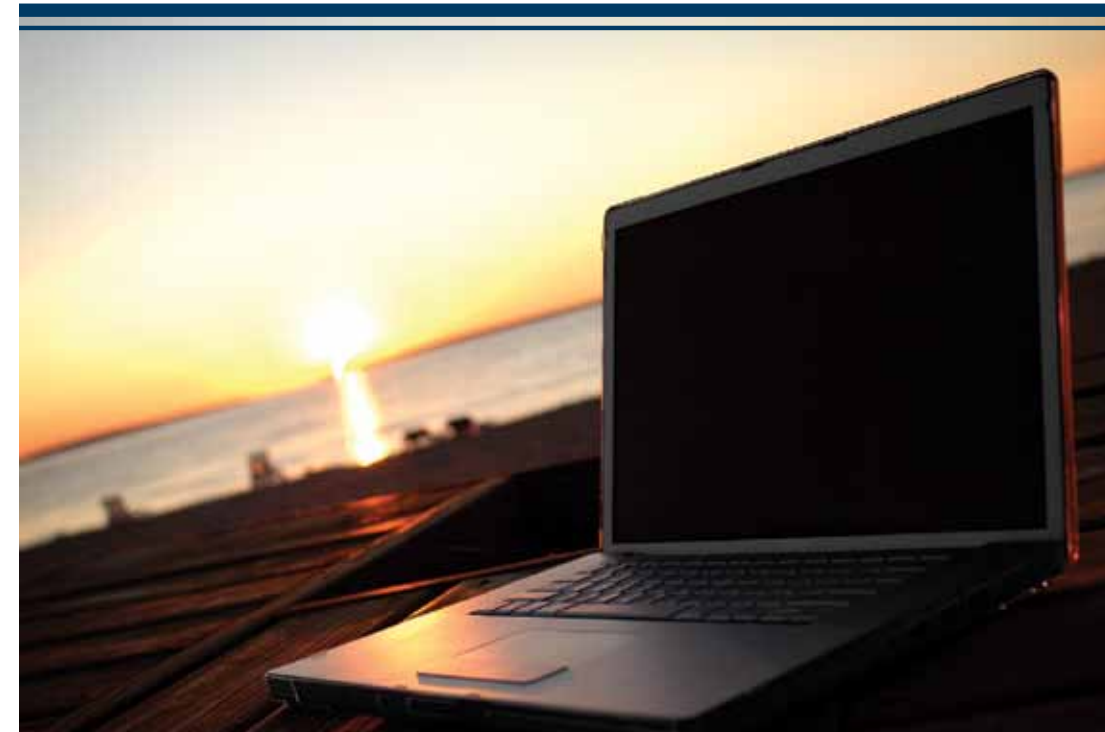
Do you wish you could order a checking account just the way you want it? Great value with a side of service – hold the fees. At Mutual Savings Credit Union, we've cooked up a checking account with your needs in mind.

Now, that's a value menu! Don't let it go to waste. For more information, visit www.mutualsavingscu.org or call (404) 584-4754 today!



Our free checking account features:

- Free home banking
- Free bill pay
- Free Visa® debit card
- Free audio response
- No monthly fee
- No per-check charges
- No minimum balance
- No-surcharge ATM access at all ALLPOINT Network ATMs.



Get Ready for Summer with Fingertip Finances!

While you are traveling and enjoying your leisure time this summer, you can't always be available for a trip to the credit union. That's why we're making it easy for you with fingertip finances! We have everything you need to conduct your financial transactions everywhere you go.

24/7 Access

Conduct transaction and view account information whenever you need to and wherever you are.

- Audio Response – (404) 584-4764
- Home Banking – www.mutualsavingscu.org
- Bill Payment
- ATM Service

Pay the Easy Way

Depend on world-wide acceptance and security whether you are around the corner or around the world.

- Visa® Check Card
- Visa® Credit Card

We have all the convenience you need right at your fingertips! For more information on any of these services, contact the credit union at (404) 584-4754 or log on to www.mutualsavingscu.org.



MUTUAL SAVINGS
CREDIT UNION

P.O. Box 4569
Atlanta, GA 30302

10 Peachtree Place NE
Atlanta, GA 30309

Hours of Operation

Mon., Tues., Thurs., Fri.
8:00 a.m. to 4:30 p.m.
Wednesday
9:30 a.m. - 4:30 p.m.

Phone: (404) 584-4754

Toll-free: (800) 771-6695

Fax: (404) 584-4572

www.mutualsavingscu.org

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Lisa Morris
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Alon Sutton
Linda Vickery



Holiday Closing

The credit union will be closed in observance of the following holiday:

Independence Day
Labor Day

July 5
September 6