



Macleod Savings

& Credit Union Ltd.

Claresholm Branch*

Box 1056
Claresholm, AB T0L 0T0
(403) 625-4401

Fort Macleod Branch*

Box 940
Fort Macleod, AB T0L 0Z0
(403) 553-4414

Nanton Branch*

Box 548
Nanton, AB T0L 1R0
(403) 646-2610

Vulcan Branch*

Box 305
Vulcan, AB T0L 2B0
(403) 485-2268

Administration Office

Box 1659
Claresholm, Alberta T0L 0T0
(403) 625-2179

www.macleodcu.com

*ATM locations



Macleod Savings

& Credit Union Ltd.



Doors Open Fort Macleod

**Sharing our
COMMUNITY
PRIDE**

**YEAR END REPORT
OCTOBER 31, 2008**

**MACLEOD SAVINGS AND CREDIT UNION LTD.
MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL
REPORTING**

The interim financial statements for the year ending October 31, 2008, and all other information contained in these reports are prepared and presented by management, which is responsible for their accuracy, objectivity and completeness. This responsibility includes presenting the statements in accordance with generally accepted accounting principles.

Management is responsible for maintaining a system of internal controls designed to provide reasonable assurance as to the reliability of financial information and the safeguarding of assets.

These interim financial statements have not been audited or reviewed.

**MACLEOD SAVINGS & CREDIT UNION LTD.
DISCLOSURE STATEMENT FOR COMMON SHARES,
FINANCIAL POSITION**

(\$ Thousands) (Unaudited)

In summary, as of October 31, 2008, Macleod Savings & Credit Union Ltd. had:

	2007	2008
Assets (including loans) of	\$ 118,910	\$ 142,179
Liabilities (including deposits) of	\$ 110,939	\$ 132,256
Members equity (deficit) of	\$ 7,971	\$ 9,923
Net Income (loss) for the fiscal year of	\$ 1,117	\$ 1,088
Non accrual loans of:		
consumer of	\$ -	\$ 70
residential mortgage of	\$ -	\$ 180
commercial loans of	\$ -	\$ -
agricultural loans of	\$ 5	\$ 17
total non accrual loans of	\$ 5	\$ 267
Allowance for impaired loans of	\$ 367	\$ 480
Allowance for impaired loans as a % of total loans of	0.37%	0.40%
Total risk weighted assets of	\$ 80,158	\$ 89,271
Total primary capital of	\$ 8,402	\$ 10,368
Total secondary capital of	\$ 272	\$ 344
Total capital of	\$ 8,654	\$ 10,692
Total capital as a % of total risk weighted assets of	10.80%	11.98%

Macleod Savings & Credit Union Ltd.

January 5, 2009

President & Chief Executive Officer

Vice President Finance and Operations

**MACLEOD SAVINGS & CREDIT UNION LTD.
INTERIM FINANCIAL STATEMENTS FOR THE
YEAR ENDING OCTOBER 31, 2008 (UNAUDITED)**

BALANCE SHEET, AS AT OCTOBER 31 (\$ Thousands)

	2007	2008
Assets		
Cash	\$ 1,845	\$ 8,013
Investments + Accrued Interest	\$ 13,999	\$ 11,692
Other Assets	\$ 204	\$ 244
Loans to Members	\$ 100,522	\$ 119,375
Properties Held for Resale	\$ -	\$ -
Capital Assets	\$ 2,340	\$ 2,855
	\$ 118,910	\$ 142,179
Liabilities		
Accounts Payable + Accrued Liabilities	\$ 423	\$ 426
Loans Payable	\$ -	\$ -
Deposit Accounts + Accrued Interest	\$ 110,516	\$ 131,830
	\$ 110,939	\$ 132,256
Members Equity & Retained Earnings		
Common Shares	\$ 5,437	\$ 6,646
Retained Earnings	\$ 2,534	\$ 3,277
	\$ 7,971	\$ 9,923
	\$ 118,910	\$ 142,179

STATEMENT OF INCOME FOR THE YEAR ENDING OCTOBER 31

(\$ Thousands)

	2007	2008
Financial Income		
Interest on Member Loans	\$ 5,862	\$ 6,559
Interest on Investments	\$ 468	\$ 452
	\$ 6,330	\$ 7,011
Financial Expenses		
Interest on Deposit Accounts	\$ 2,436	\$ 2,890
Interest on Borrowings	\$ 18	\$ 42
	\$ 2,454	\$ 2,932
Financial Margin	\$ 3,876	\$ 4,079
Charge (Recovery) for Loan Impairment	\$ 43	\$ 114
Financial Margin after Loan Impairment	\$ 3,833	\$ 3,965
Other Income	\$ 1,031	\$ 1,321
Gross Margin	\$ 4,864	\$ 5,286
Operating Expenses	\$ 3,567	\$ 4,143
Net Income Before Taxes	\$ 1,297	\$ 1,143
Income Taxes	\$ 180	\$ 55
Net Income	\$ 1,117	\$ 1,088

Audited Financial Statements are available from Macleod Savings & Credit Union Ltd., upon request

January 5, 2009

President & Chief Executive Officer

Vice President Finance and Operations