



**MEMSERVE CUSO LLC
QUARTERLY FINANCIAL REPORT**

First Quarter

2008

MemServe LLC Statement of Operations
as of March 31st 2008

	CURRENT MONTH	YTD	BUDGET
REVENUES			
PER ACCOUNT INCOME	4,786	15,228	13,938
LOCKBOX	294	875	808
INVESTMENT INCOME	136	467	438
ENDORSEMENT INCOME	-	-	-
INTERCHANGE INCOME	913	3,232	2,775
OTHER INCOME	-	144	105
TOTAL	<u>6,129</u>	<u>19,946</u>	<u>18,063</u>
EXPENSES			
MANAGEMENT FEE	5,479	16,587	17,750
DEPOSIT ENCODING	146	451	525
BOARD MEMBER EXPENSE	-	-	25
TRAVEL	-	56	250
MARKETING	-	-	125
AMORT & DEPR	44	131	125
COMMUNICATION	204	204	150
AUDIT	208	625	625
LEGAL	-	-	-
INSURANCE	125	375	368
CONSULTANT	165	285	100
INCOME TAX	-	-	-
OTHER	-	-	75
TOTAL	<u>6,372</u>	<u>18,714</u>	<u>20,118</u>
NET INCOME/(LOSS)	<u>(243)</u>	<u>1,232</u>	<u>(2,055)</u>

Balance Sheet

as of March 31st 2008

Assets

CASH		\$	124,283
RECEIVABLES:			
CREDIT UNION RECEIVABLES			19,884
OTHER RECEIVABLES			-
ACCRUED INTEREST INCOME			136
TOTAL RECEIVABLES			<u>20,021</u>
PREPAID EXPENSES			250
OFFICE EQUIPMENT	6,535		
ACCUM. DEPR--OFFICE EQUIPMENT	(6,060)		475
VISA LICENSE FEE	3,000		
AMORTIZATION OF LICENSE FEE	(3,000)		-
TOTAL ASSETS		\$	<u>145,028</u>

Liabilities, Shares, & Equity

LIABILITIES:			
DUE KCCU		\$	20,275
INTERCHANGE INCOME DUE CU's			24,375
MEMBER SETTLEMENT			-
OTHER PAYABLES			4,775
TOTAL LIABILITIES			<u>49,425</u>
SHARES			200
PAID-IN CAPITAL			78,952
UNDIVIDED EARNINGS @ 12/31/2006			15,220
NET PROFIT Y-T-D			1,232
TOTAL EQUITY			<u>95,603</u>
TOTAL LIABILITIES, SHARES, & EQUITY		\$	<u>145,028</u>