



**MEMSERVE CUSO LLC
QUARTERLY FINANCIAL REPORT**

Third Quarter

2008

MemServe LLC Statement of Operations
as of September 31st 2008

	CURRENT MONTH	YTD	BUDGET
REVENUES			
PER ACCOUNT INCOME	\$ 4,521	\$ 43,374	\$ 41,813
LOCKBOX	267	2,520	2,423
INVESTMENT INCOME	102	1,131	1,313
ENDORSEMENT INCOME	-	196	-
INTERCHANGE INCOME	1,151	10,005	8,325
OTHER INCOME	-	274	315
TOTAL	<u>6,041</u>	<u>57,500</u>	<u>54,189</u>
EXPENSES			
MANAGEMENT FEE	5,623	50,295	53,250
DEPOSIT ENCODING	147	1,339	1,575
BOARD MEMBER EXPENSE	-	-	75
TRAVEL	8	92	750
MARKETING	-	-	375
AMORT & DEPR	58	421	375
COMMUNICATION	-	218	450
AUDIT	208	1,875	1,875
LEGAL	-	-	-
INSURANCE	125	1,125	1,103
CONSULTANT	-	615	300
INCOME TAX	-	-	-
OTHER	-	-	225
TOTAL	<u>6,169</u>	<u>55,981</u>	<u>60,353</u>
NET INCOME/(LOSS)	<u>\$ (128)</u>	<u>\$ 1,519</u>	<u>\$ (6,164)</u>

Balance Sheet

as of September 31st 2008

Assets

CASH		\$	129,935
RECEIVABLES:			
CREDIT UNION RECEIVABLES			19,184
OTHER RECEIVABLES			3,034
ACCRUED INTEREST INCOME			102
TOTAL RECEIVABLES			<u>22,321</u>
PREPAID EXPENSES			996
OFFICE EQUIPMENT			7,040
ACCUM. DEPR--OFFICE EQUIPMENT	(6,350)		689
VISA LICENSE FEE	3,000		
AMORTIZATION OF LICENSE FEE	(3,000)		-
TOTAL ASSETS		\$	<u>153,941</u>

Liabilities, Shares, & Equity

LIABILITIES:			
DUE KCCU		\$	26,080
INTERCHANGE INCOME DUE CU's			27,196
MEMBER SETTLEMENT			-
OTHER PAYABLES			4,775
TOTAL LIABILITIES			<u>58,051</u>
SHARES			200
PAID-IN CAPITAL			78,952
UNDIVIDED EARNINGS @ 12/31/2007			15,220
NET PROFIT Y-T-D			1,519
TOTAL EQUITY			<u>95,890</u>
TOTAL LIABILITIES, SHARES, & EQUITY		\$	<u>153,941</u>