

**PROPOSAL FOR THE APPROPRIATION OF SURPLUS FOR THE YEAR ENDING
DECEMBER 31, 2013**

Your Board proposes the appropriation of surplus as follows:

Surplus	\$17,469,824
Reserve Fund 20%	\$ 3,493,964
Honoraria	\$ 1,274,200
Permanent share dividends (approx) for 2013 25%	\$ 712,451
To General Reserve	\$ 11,989,209

**PROPOSAL FOR THE SETTING OF MAXIMUM LIABILITY FOR THE YEAR ENDING
DECEMBER 31, 2014**

The Board of Directors proposes that the maximum liability for 2014 be set at \$1.7Billion. This will satisfy the maximum projected growth in interest bearing liabilities during 2014 in relation to Article XIX, Rule 69.

PROPOSAL FOR THE REALLOCATION OF CAPITAL

	Current	Proposed
Non-Institutional Capital		
Special reserve	15.6	
Capital reserve (Note a)	3	3
Gain on investment	0.97	0.97
General reserve	176	80
Share Fund transfer reserve (Note b)	0.39	0.4
Mortgage fund reserve (Note c)	8.3	
Special reserve	0.024	
Hurricane relief	0.001	
Bad debt	0.070	
Building development fund reserve	0.6	
Loan loss reserve	-	
Total	205	84

Institutional Capital		
Statutory & Legal Reserve	126	249
Other Qualifying Reserves	12	0
Retained Earnings Reserve	4	0
Permanent Share Capital	2	16
Total	148	265

For the permanent share capital, a increase to \$3000 for each member is recommended. The credit union would distribute \$1800 from our reserves to increase the exiting amount to \$2000, with the membership contributing \$1000 afterwards. We would give the membership 6 months to make their \$1000 contribution to permanent shares.

For and on behalf of the Board of Directors

A handwritten signature in black ink, appearing to read "Derrick Logan". The signature is written in a cursive style with a large initial "D" and "L".

Derrick Logan
Treasurer