Vona Credit Union had another record year in 2014, closing at $430 million in Assets. We also had a record year for loan growth reaching $225 million in loans. Capital or Equity—the symbol of our safety and soundness—crossed the $90 million mark, as we enter another year of outstanding financial performance. Capital stood at 21% of Assets, which puts us in the top 1% of all financial institutions in the United States. We were again ranked as a “AAA” from Weiss Ratings—the most conservative financial rating service in the United States. Weiss stated that achieving this Financial Strength Rating is a true distinction and demonstrates itself to be among the industry’s elite. “

In early 2015, became part of AB LLC, or Albertsons. We look forward to partnering with our new friends at Albertsons. In addition, we thank our sponsor at Unified Grocers, the largest grocery cooperative on the West Coast. We are truly transforming into the grocery industry credit union we once again, for being a member‼

A special thanks to our Board of Directors and Supervisory Committee, as well as the rest of the community of El Monte, where we have had our headquarters for over 30 years. We would like to thank our key sponsor, Vons, a wholly-owned subsidiary of Safeway, which in 2014 was a year of continued economic recovery. Member confidence is definitely on the rise. Capital or Equity—the symbol of our safety and soundness, crossed the $90 million mark, as we enter another year of outstanding financial performance. Capital stood at 21% of Assets, which puts us in the top 1% of all financial institutions in the United States. We were again ranked as a “AAA” from Weiss Ratings—the most conservative financial rating service in the United States. Weiss stated that achieving this Financial Strength Rating is a true distinction and demonstrates itself to be among the industry’s elite. “

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A special thanks to our Board of Directors and Supervisory Committee, as well as the rest of the community of El Monte, where we have had our headquarters for over 30 years.

We once again received an “A+” from Weiss Ratings—the most conservative financial rating service in the United States. Weiss stated that achieving this Financial Strength Rating is a true distinction and demonstrates itself to be among the industry’s elite. “

In addition, we earned the top rating of 5-Stars from Bauer Financial. We are honored to have earned these ratings! The Supervisory Committee is responsible for monitoring the financial safety and soundness of the Credit Union and ensuring compliance with various financial and regulatory requirements. The Committee consists of individuals who are not affiliated with the Credit Union and who have been appointed by the Board of Directors.

The Supervisory Committee meets on a quarterly basis to review the internal audit reports. The Committee also includes an auditor from a firm operating in credit unions to audit the financial statements as of December 31, 2014 and their opinions are stated above. In addition, the Committee met on a quarterly basis to review the internal audit reports.

2014 Financials

### Assets

<table>
<thead>
<tr>
<th>2014</th>
<th>2013</th>
</tr>
</thead>
<tbody>
<tr>
<td>Loans to Members</td>
<td>$230,612,940</td>
</tr>
<tr>
<td>Allowance for loan losses</td>
<td>$12,798,211</td>
</tr>
<tr>
<td>Cash and cash equivalents</td>
<td>$26,683,515</td>
</tr>
<tr>
<td>Investments</td>
<td>$176,023,500</td>
</tr>
<tr>
<td>Property and equipment</td>
<td>$2,177,863</td>
</tr>
<tr>
<td>Other assets</td>
<td>$6,783,822</td>
</tr>
<tr>
<td><strong>Total assets</strong></td>
<td>$430,446,069</td>
</tr>
</tbody>
</table>

### Liabilities and Equity

<table>
<thead>
<tr>
<th>Item</th>
<th>2014</th>
<th>2013</th>
</tr>
</thead>
<tbody>
<tr>
<td>Dividends payable</td>
<td>$18,414</td>
<td>$17,908</td>
</tr>
<tr>
<td>All other liabilities</td>
<td>$8,075,195</td>
<td>$6,894,960</td>
</tr>
<tr>
<td>Share accounts</td>
<td>$91,688,800</td>
<td>$94,013,945</td>
</tr>
<tr>
<td>Share checking and select accounts</td>
<td>$11,023,728</td>
<td>$11,692,691</td>
</tr>
<tr>
<td>Certificates</td>
<td>$110,375,419</td>
<td>$112,642,514</td>
</tr>
<tr>
<td>Individual Retirement Accounts</td>
<td>$49,872,625</td>
<td>$49,854,569</td>
</tr>
<tr>
<td>Capital/Reserves</td>
<td>$90,022,766</td>
<td>$86,036,484</td>
</tr>
<tr>
<td>Total liabilities and reserves</td>
<td>$430,446,069</td>
<td>$387,012,715</td>
</tr>
</tbody>
</table>

### Income and Expenses

- **Interest income**
  - Investment income: $17,435,867
  - Total interest income: $19,990,655
  - Total interest expense on members' accounts: $2,186,306
  - Non-interest income: $21,594,359

- **Provision for loan loss**
  - Net interest income after provision for loan losses: $17,804,349

- **Service charges**
  - Gain on property and equipment: $11,746
  - Total non-interest income: $17,912,552

### General and Administrative Expenses

- **Compensation and benefits**
  - Office operations: $5,581,252
  - Other expenses: $4,930,332

- **Net interest expense on non-operating activities**
  - Total non-interest expenses: $20,601,331

- **Net Income**
  - $1,937,728

### Auditor’s Statement

In our opinion, the enclosed financial statements present fairly, in all material respects, the financial position of Vona Credit Union as of December 31, 2014 and 2013, and the results of its operations and its cash flows for the years then ended in accordance with general accepted accounting principles.

Richards and Associates
Certified Public Accountants

### Supervisory Committee Statement

The Supervisory Committee is responsible for monitoring the financial safety and soundness of the Credit Union and ensuring compliance with various financial and regulatory requirements. The Committee consists of individuals who are not affiliated with the Credit Union and who have been appointed by the Board of Directors. The Committee meets on a quarterly basis to review the internal audit reports.
Over the last six decades, we have prided ourselves on our commitment to our members, local communities and supporting charitable organizations. In 1954, our original purpose was to provide a high level of service to the Vons grocery store employees in Southern and Central California. What started as a means of providing financial products and services strictly to this group, has grown through acquisitions and changing market forces. Our market reach has expanded to also include the communities surrounding our main branch, other credit unions in need, as well as the employees and families of Unified Grocers, and the hundreds of stores they serve.

With this growth has come the development of a new brand and logo. In our 61st year we began this endeavor and are now sharing the beginning of this journey with you. With all the changes in the grocery industry, we have chosen to update our logo to better position ourselves for the future, while sustaining our organization’s philosophy and values. Our membership is diverse. Back in 2002, we expanded our credit union charter to serve the underserved in the communities that surround our corporate office in El Monte. We deeply value how our membership has grown to encompass members from so many lines of work, yet our roots remain in the grocery industry.

We understand the needs of grocery employees – many of our credit union employees have grocery backgrounds. We understand the need for loans with competitive interest rates, and value-added credit cards. In addition, we have embraced the ever-growing need for multiple electronic banking channels, which we provide through online banking, online bill pay and through our excellent mobile app, using your SmartPhone.

Membership entitles you to all the financial services you’d expect from a bank. Difference is, we charge fewer fees, deliver higher yields and our loan rates beat the banks’ almost everytime. In addition, it is our passion to deliver a high level of personalized service. We’re just like a bank, only better.

Our Tagline
Visually explains who we serve. Primarily, grocery employees and their families, in Southern and Central California.

Our Color Palette
Colors intentially reflecting our primary grocery sponsors, our commitment to the environment, and our bright future.

Our Action Lines
Action lines reflect our credit union is moving forward, to continually meet the needs of our growing membership.

Our Grocery Cart
Communicates our commitment to deliver an exceptional level of service to our members, along with all the financial services expected from a bank, only better. In addition, we charge fewer fees, deliver higher yields and our interest rates beat the banks’ almost everytime.
Vons Credit Union is committed to giving back to the community and protecting the environment. In 2014, the credit union gave back over $100,000—over 2% of its earnings—to local charities, including the Vons Foundation.

One of the projects we participated in was working with the City of El Monte, the local high schools and GRID Alternatives to provide solar panels to three homes in El Monte.

Through the solar panels we previously installed at our main branch, our efforts in 2014 saved us 50% of our energy usage, and to date over $110,000 in energy costs. We also continued to focus on conserving water by replacing our grass with native, drought tolerant landscaping.

Passionate about Our Members, the Community and the Environment!