

REPORT from the President **LARRY SCOTT, PRESIDENT / CEO**



In spite of a troubled economy CAMPUS has continued to grow. With responsible lending practices, a commitment to the communities we serve and sound strategies for growth, your credit union is successfully navigating the challenging economic environment of today.

Responsible Lending Practices

After weathering the tumultuous market of 2008 our loan delinquency and losses were low, at 0.76% and 0.59%, respectively. These numbers are very low compared to our credit union peers in Florida, and are well below the industry average, illustrating the sound character and credit worthiness of our members. Last year members borrowed over \$44 million to purchase, improve or refinance their homes. Vehicle loans also increased as over 8,500 members financed the purchase of a new or used vehicle with CAMPUS. We continue to believe the best investment CAMPUS can make is to provide low-cost loans for deserving members. There is no “credit freeze” at CAMPUS. We will continue to lend to our credit worthy members, just as we always have. In fact we currently have over \$180 million to lend!

Commitment to the Community

CAMPUS is a community credit union. We maintain an active role in the communities we serve. Over 5,000 of our members are carrying the Children’s Miracle Network VISA Card in their wallets. Each time they use this card, a percentage of their purchase is donated to the Shands Children’s Hospital right here in Gainesville. With over \$100,000 contributed to Shands’ Kids in 2008, and over \$600,000 since the program’s inception, we are truly making a difference in the lives of children.

Our employees are responsible members of our communities and do their part to raise awareness for causes they believe in. CAMPUS employees have actively participated in Walk America, benefitting the March of Dimes, and Relay for Life, benefitting the American Cancer Society. In addition, last year over 60 percent of CAMPUS employees elected to contribute money from each paycheck to their local United Way. CAMPUS cares for the communities we serve!

Sound Strategies for Growth

In 2008, your credit union opened three new service centers to better serve our membership and sustain our growth. Two of these service centers are located in Marion County, one on Silver Springs Blvd. and the other in the West Marion area, about 8 miles west of I-75. We also opened the Hunter’s Walk Service Center in Northwest Gainesville, replacing the service center in the Hunter’s Crossing Shopping Center. All of these service centers have drive-up tellers and a drive-up ATM to better serve our membership.

Early in 2009, we will break ground on our new administration Center in Jonesville. This 95,000-square-foot building on 11 acres will house all your administrative staff and provide room for your credit union to continue to grow. On the same property will be the newest Jonesville Service Center. This service center, with a similar layout to Hunters Walk, will better serve our members in the west Gainesville and Jonesville communities. We expect this service center to be completed by fall of ‘09 and the new administrative center by the end of 2010.

As we look forward, we know the year to come will be filled with challenges, but members can rest assured that CAMPUS is well-positioned to weather any economic storm! Now, more than ever, you can Count on CAMPUS.

REPORT from the Audit Committee **JAY HUTTO / CHAIR**



The audit committee is responsible for the financial oversight of your credit union. We are appointed by the Board of Directors and are charged to report to them any practices we observe that could affect the safety and soundness of your credit union. Last

year we retained the services of Orth, Chakler, Mernane and Co. CPAs to conduct a comprehensive annual audit

of the 2008 financial statements of CAMPUS USA Credit Union. The purpose of the audit was to ensure that the financial statements prepared by management were accurate and that Generally Accepted Accounting Principles (GAAP) were consistently applied. Once again this year, your credit union was determined to be profitable, financially sound, well managed and operating in compliance with applicable state and federal regulations.

REPORT from the Board of Directors **JAY BROWN / CHAIR**

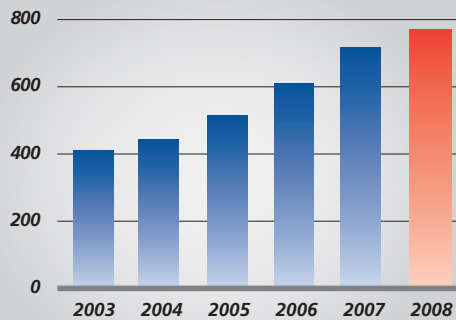


Each member of the Board of Directors is a member and owner of the credit union just like you. We serve on your board voluntarily as your voice in all credit union matters. Our commitment remains to ensure world-class service to all CAMPUS members.

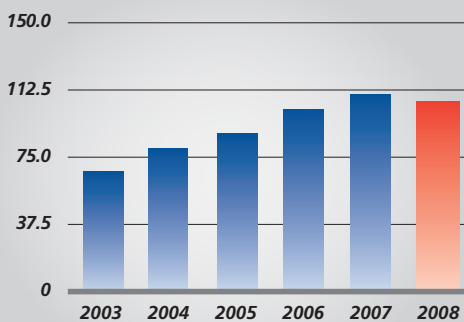
Throughout 2008, CAMPUS fared well through the turmoil in the market. CAMPUS was the number-one automobile lender in our market area, responsibly lending over \$153

million in new and used vehicle loans. Also, members have shown that they continue to Count on CAMPUS for best-of-market deposit rates, by bringing over \$64 million in new deposits to their credit union. Deposits at CAMPUS are federally insured to at least \$250,000 by the National Credit Union Administration, a U.S. Government Agency, and privately up to \$250,000 by Excess Share Insurance. The board and management team have sound strategies in place for continued growth and success. Thank you for Counting on CAMPUS.

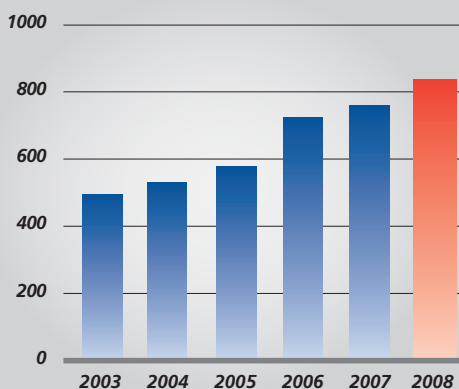
LOANS (\$ Millions Outstanding)



RETAINED EARNINGS (\$ Millions)



DEPOSITS (\$Millions)



STATEMENT of Financial Condition

	December 31, 2008	December 31, 2007
ASSETS		
Total Loans	\$765,628,596	\$711,564,203
Less - Allowance for Loan Losses	4,556,718	1,900,123
Net Loans	\$761,071,878	\$709,664,080
Cash	4,105,559	7,345,077
Total Investments	181,625,761	131,676,423
Accrued Interest Receivable	3,936,545	3,778,568
Property and Equipment - Net of Depreciation	19,644,303	15,979,055
Prepaid and Other Assets	5,665,545	12,437,838
Total Assets	\$976,049,591	\$880,881,041
LIABILITIES AND EQUITY		
Total Liabilities	\$39,394,275	\$5,046,596
Total Deposits	829,393,612	765,072,504
Total Retained Earnings	107,261,704	110,761,941
Total Liabilities and Equity	\$976,049,591	\$880,881,041

STATEMENT of Income

	December 31, 2008	December 31, 2007
Total Interest Income	\$56,275,691	\$53,591,743
Interest and Dividend Expense	24,469,069	26,753,814
Net Interest Income	\$31,806,622	\$26,837,929
Other Income	7,265,378	7,441,437
Net Income before Operating Expenses	\$39,072,000	\$34,279,366
Total Operating Expenses and Provision for Loan Loss	37,589,462	24,535,221
Income from Operations	\$1,482,538	\$9,744,145
Total Non-Operating Gains (Losses)	-217,859	285,356
Net Income	\$1,264,679	\$10,029,501