



Pacific & Western

Credit Corp.

Supplemental Financial Information

**For the quarter ended April 30, 2007
(unaudited)**

Page

- 1 Highlights
- 2 Net Income
- 3 Net Interest Income, Other Income and Total Revenues
- 4 Non-Interest Expenses
- 5 Balance Sheet
- 6 Impaired Loans and Allowance for Credit Losses

Use of this Report

This financial information is supplementary to the Corporation's Second Quarter Press Release and its 2006 audited financial statements and should be read in conjunction with those documents.

This report is unaudited and all amounts are in thousands of Canadian dollars, unless indicated otherwise.

HIGHLIGHTS
(unaudited)
(\$ thousands)

	QUARTER						6 MONTHS ENDED		YEAR ENDED			
	2007		2006				2007	2006				
	Q2	Q1	Q4	Q3	Q2	Q1	Q2	Q2	2006	2005	2004	2003
Results of Operations (teb) *												
Total interest income	\$ 18,030	\$ 18,607	\$ 19,109	\$ 16,858	\$ 15,456	\$ 15,565	\$ 36,636	\$ 31,021	\$ 66,988	\$ 55,727	\$ 54,572	\$ 47,819
Net interest income	4,535	4,906	4,694	4,658	4,896	4,974	9,440	9,870	19,222	16,019	15,548	9,627
Provision (recovery) for credit losses	72	429	339	321	78	49	501	127	787	(61)	(471)	501
Other income	294	959	1,116	12,963	1,251	832	1,253	2,083	16,162	8,869	281	1,236
Total revenue	4,757	5,436	5,471	17,300	6,069	5,757	10,192	11,826	34,597	24,949	16,300	10,362
Non-interest expenses	3,548	3,658	3,252	3,215	3,104	3,284	7,206	6,388	12,855	12,423	8,652	7,758
Net income before provision for income taxes	1,209	1,778	2,219	14,085	2,965	2,473	2,987	5,438	21,742	12,526	7,648	2,604
Provision for income taxes	865	687	737	2,282	1,040	1,051	1,552	2,091	5,110	4,734	2,447	1,092
Net income	344	1,091	1,482	11,803	2,042	1,659	1,435	3,701	16,986	7,016	5,201	1,512
Per Common Share (\$'s)												
Basic earnings per share	0.02	0.08	0.11	0.88	0.15	0.12	0.10	0.27	1.25	0.51	0.38	0.10
Diluted earnings per share	0.02	0.07	0.10	0.85	0.14	0.12	0.09	0.26	1.22	0.50	0.37	0.10
Book value/share	4.43	4.55	5.00	4.87	3.98	3.83	4.43	3.98	5.00	3.71	3.20	2.82
Closing market price (common share)	9.01	12.00	11.81	12.60	9.75	10.00	9.01	9.75	11.81	10.00	7.85	5.81
Weighted average number of common shares	13,730	13,471	13,366	13,347	13,330	13,319	13,730	13,330	13,343	13,249	13,206	13,198
Number of common shares outstanding at period end	13,757	13,520	13,422	13,349	13,345	13,337	13,757	13,345	13,422	13,308	13,227	13,204
Total market value of common shares	123,951	162,240	158,514	168,197	130,114	133,370	123,951	130,114	158,514	133,080	103,832	76,715
Financial Ratios												
Net interest income teb (%)	1.36%	1.45%	1.42%	1.48%	1.70%	1.72%	1.41%	1.70%	1.56%	1.49%	1.76%	1.31%
Return on average common equity	1.91%	6.36%	8.54%	78.88%	15.60%	12.63%	4.14%	14.09%	28.75%	14.79%	12.48%	3.48%
Return on average assets	0.10%	0.32%	0.45%	3.76%	0.71%	0.58%	0.21%	0.64%	1.38%	0.65%	0.59%	0.21%
Non-interest expenses to average total assets (annualized)	1.07%	1.08%	0.99%	1.02%	1.08%	1.14%	1.08%	1.10%	1.04%	1.16%	0.98%	1.05%
Efficiency ratio	\$ 0.73	\$ 0.62	\$ 0.56	\$ 0.18	\$ 0.51	\$ 0.57	\$ 0.67	\$ 0.53	\$ 0.36	\$ 0.50	\$ 0.55	\$ 0.71
Number of full time equivalent staff at period end	64	65	61	52	50	50	64	50	61	48	44	40
Assets to full time employee**	21,357	20,904	21,799	24,759	24,074	23,153	21,357	24,074	21,799	23,567	23,082	18,852
Financial Position												
Cash and securities	432,535	414,315	425,418	428,980	386,635	362,869	432,535	386,635	425,418	352,383	327,446	180,625
Cash and securities to total assets (%)	31.65%	30.49%	31.99%	33.32%	32.12%	31.35%	31.65%	32.12%	31.99%	31.15%	32.24%	23.95%
Total loans	899,971	895,158	863,830	819,899	796,866	768,850	899,971	796,866	863,830	749,307	663,637	552,405
Mortgages and loans to total assets (%)	65.84%	65.88%	64.96%	63.68%	66.20%	66.42%	65.84%	66.20%	64.96%	66.24%	65.35%	73.26%
Total assets	1,366,834	1,358,729	1,329,729	1,287,458	1,203,713	1,157,631	1,366,834	1,203,713	1,329,729	1,131,227	1,015,588	754,068
Average assets	1,362,781	1,344,229	1,308,594	1,245,586	1,180,672	1,144,429	1,348,281	1,167,470	1,230,478	1,073,408	884,828	736,187
Deposits	1,155,383	1,174,237	1,210,555	1,134,242	953,912	966,395	1,155,383	953,912	1,210,555	935,758	887,245	673,229
Notes payable	35,523	36,184	36,184	36,186	36,186	36,186	35,523	36,186	36,184	36,186	34,186	34,186
Shareholders' equity	64,523	65,087	70,650	68,526	56,696	54,599	64,523	56,696	70,650	52,923	45,818	40,788
Credit Quality												
Gross impaired loans	2,544	2,544	3,096	1,501	380	380	2,544	380	3,096	362	1,221	4,885
Gross impaired loans as a % of total assets	0.19%	0.19%	0.23%	0.12%	0.03%	0.03%	0.19%	0.03%	0.23%	0.03%	0.12%	0.65%
Net impaired loans	(558)	(451)	530	(774)	(1,637)	(1,560)	(558)	(1,637)	530	(1,527)	(502)	3,409
Net impaired loans as a % of total loans	-0.06%	-0.05%	0.06%	-0.09%	-0.21%	-0.20%	-0.06%	-0.21%	0.06%	-0.20%	-0.08%	0.62%
Capital Adequacy												
Pacific & Western Bank capital ratios												
Risk weighted assets	778,717	797,169	786,005	780,315	739,720	753,913	778,717	739,720	786,005	759,348	675,129	507,839
Risk based capital ratio	12.45%	12.32%	13.25%	10.33%	12.12%	11.46%	12.45%	12.12%	13.25%	11.12%	10.77%	12.53%
Tier 1 ratio	8.43%	8.10%	8.93%	9.53%	8.34%	7.75%	8.43%	8.34%	8.93%	7.43%	7.29%	8.40%
Assets to capital ratio	14.32	13.95	12.96	16.74	13.61	13.55	14.32	13.61	12.96	13.60	14.07	11.60

* Taxable Equivalent Basis (teb) Adjustment—an addition to interest income to gross up the tax-exempt income earned on preferred shares to an amount which, had it been taxable at the statutory rate, would result in the same after-tax net income as appears in the financial statements. This results in a better reflection of the pre-tax economic yield of these assets and facilitates uniform measurement and comparison of net interest income.

** excludes operations of Discovery Air Inc.

NET INCOME (teb)
(unaudited)
(\$ thousands)

	QUARTER						6 MONTHS ENDED		YEAR ENDED			
	2007		2006				2007	2006	2006	2005	2004	2003
	Q2	Q1	Q4	Q3	Q2	Q1	Q2	Q2				
Interest Income												
Loans	\$ 12,779	\$ 13,094	\$ 12,492	\$ 12,090	\$ 11,095	\$ 11,494	\$ 25,873	\$ 22,589	\$ 47,171	\$ 40,286	\$ 36,793	\$ 31,846
Securities	4,637	4,913	5,940	4,290	3,777	3,552	9,550	7,329	17,559	13,762	16,116	14,488
Loan fees	614	600	677	478	584	519	1,214	1,103	2,258	1,679	1,663	1,485
Total interest income	18,030	18,607	19,109	16,858	15,456	15,565	36,637	31,021	66,988	55,727	54,572	47,819
Yield %	5.43%	5.49%	5.79%	5.37%	5.37%	5.40%	5.48%	5.36%	5.44%	5.19%	6.17%	6.50%
Interest Expense												
Deposits	12,636	12,831	13,539	11,311	9,711	9,733	25,467	19,444	44,294	36,289	35,690	34,858
Notes	859	870	876	889	849	858	1,729	1,707	3,472	3,419	3,334	3,334
Total interest expense	13,495	13,701	14,415	12,200	10,560	10,591	27,196	21,151	47,766	39,708	39,024	38,192
Cost of funds %	4.06%	4.04%	4.37%	3.89%	3.67%	3.68%	4.07%	3.65%	3.88%	3.70%	4.41%	5.19%
Net interest income	4,535	4,906	4,694	4,658	4,896	4,974	9,441	9,870	19,222	16,019	15,548	9,627
Spread %	1.36%	1.45%	1.42%	1.48%	1.70%	1.72%	1.41%	1.70%	1.56%	1.49%	1.76%	1.31%
Provision (recovery) for credit losses	72	429	339	321	78	49	501	127	787	(61)	(471)	501
Other income	294	959	1,116	12,963	1,251	832	1,253	2,083	16,162	8,869	281	1,236
Total revenue	4,757	5,436	5,471	17,300	6,069	5,757	10,193	11,826	34,597	24,949	16,300	10,362
Non-interest expenses	3,548	3,658	3,252	3,215	3,104	3,284	7,206	6,388	12,855	12,423	8,652	7,758
Net income before taxes	1,209	1,778	2,219	14,085	2,965	2,473	2,987	5,438	21,742	12,526	7,648	2,604
Income taxes	865	687	737	2,282	1,040	1,051	1,552	2,091	5,110	4,734	2,447	1,092
Non-controlling interest	-	-	-	-	117	237	-	354	354	(776)	-	-
Net income	\$ 344	\$ 1,091	\$ 1,482	\$ 11,803	\$ 2,042	\$ 1,659	\$ 1,435	\$ 3,701	\$ 16,986	\$ 7,016	\$ 5,201	\$ 1,512
Per common share:												
Basic earnings per share	\$ 0.02	\$ 0.08	\$ 0.11	\$ 0.88	\$ 0.15	\$ 0.12	\$ 0.10	\$ 0.27	\$ 1.25	\$ 0.51	\$ 0.38	\$ 0.10
Diluted earnings per share	\$ 0.02	\$ 0.07	\$ 0.10	\$ 0.85	\$ 0.14	\$ 0.12	\$ 0.09	\$ 0.26	\$ 1.22	\$ 0.50	\$ 0.37	\$ 0.10
Common share dividends	\$ -	\$ 10,787	\$ -	\$ -	\$ -	\$ -	\$ 10,787	\$ -	\$ -	\$ -	\$ -	\$ -
Preferred share dividends paid	\$ -	\$ 240	\$ -	\$ -	\$ -	\$ 240	\$ 240	\$ 240	\$ 240	\$ 240	\$ 240	\$ 240

NET INTEREST INCOME, OTHER INCOME AND TOTAL REVENUES (teb)
(unaudited)
(\$ thousands)

Page 3

	QUARTER						6 MONTHS ENDED		YEAR ENDED			
	2007		2006				2007	2006	2006	2005	2004	2003
	Q2	Q1	Q4	Q3	Q2	Q1	Q2	Q2				
Net Interest Income	\$ 4,043	\$ 4,462	\$ 4,262	\$ 4,218	\$ 4,544	\$ 4,547	\$ 8,505	\$ 9,091	\$ 17,571	\$ 14,244	\$ 13,764	\$ 8,268
Taxable equivalent adjustment	492	444	432	440	351	427	936	778	1,650	1,775	1,784	1,359
Net Interest Income (NII) (teb)	4,535	4,906	4,694	4,658	4,895	4,974	9,441	9,869	19,221	16,019	15,548	9,627
Earnings (loss) from equity accounted investments	-	-	807	969	(55)	-	-	(55)	1,721	-	-	-
Administration fees	-	-	-	-	-	5	-	5	5	155	263	219
Gains	-	888	(3)	15,647	1,289	-	888	1,289	16,933	655	-	-
Aerial forest fire operations	-	-	-	-	4	22	-	26	26	5,059	-	-
Impairment writedown on securities	-	-	136	(3,366)	-	-	-	-	(3,230)	-	-	-
Impairment writedown on other assets	-	-	-	(616)	-	-	-	-	(616)	-	-	-
Other	294	71	176	329	13	805	365	818	1,323	3,000	18	1,017
Total other income	294	959	1,116	12,963	1,251	832	1,253	2,083	16,162	8,869	281	1,236
Net interest and other income (teb)	\$ 4,829	\$ 5,865	\$ 5,810	\$ 17,621	\$ 6,146	\$ 5,806	\$ 10,694	\$ 11,952	\$ 35,383	\$ 24,888	\$ 15,829	\$ 10,863
Other income as a % of total revenue	6.09%	16.35%	19.21%	73.57%	20.35%	14.33%	11.72%	17.43%	45.68%	35.64%	1.78%	11.38%
Net interest income-loans	2.01%	2.15%	2.01%	1.98%	2.11%	2.30%	2.11%	2.30%	2.06%	2.11%	2.18%	2.35%
Net interest income-securities	0.42%	0.60%	0.31%	0.63%	0.90%	0.72%	0.42%	0.91%	0.63%	0.35%	1.00%	0.88%
Net interest income per average assets	1.36%	1.45%	1.42%	1.48%	1.70%	1.72%	1.41%	1.70%	1.56%	1.49%	1.76%	1.31%

SELECTED AVERAGE BALANCE SHEET INFORMATION
(unaudited)
(\$ thousands)

	QUARTER						6 MONTHS ENDED		YEAR ENDED			
	2007		2006				2007	2006	2006	2005	2004	2003
	Q2	Q1	Q4	Q3	Q2	Q1	Q2	Q2				
Average loans	\$ 897,565	\$ 879,494	\$ 841,865	\$ 808,383	\$ 782,858	\$ 759,079	881,901	773,087	\$ 806,569	\$ 706,472	\$ 608,021	\$ 477,669
Average total assets	1,362,781	1,344,229	1,308,594	1,245,586	1,180,672	1,144,429	1,348,281	1,167,470	1,230,478	1,073,408	884,828	736,187
Average common equity	61,260	64,324	66,043	59,066	52,103	50,216	64,042	51,265	58,242	45,826	39,758	36,600
Average total equity	64,805	67,869	69,588	62,611	55,648	53,761	67,587	54,810	61,787	49,371	43,303	40,145

NON-INTEREST EXPENSES
(unaudited)
(\$ thousands)

	QUARTER						6 MONTHS ENDED		YEAR ENDED			
	2007		2006				2007	2006				
	Q2	Q1	Q4	Q3	Q2	Q1	Q2	Q2	2006	2005	2004	2003
Salaries and Employee Benefits												
Salaries	\$ 1,620	\$ 1,605	\$ 1,310	\$ 1,286	\$ 1,266	\$ 1,197	\$ 3,225	\$ 2,463	\$ 5,059	\$ 4,044	\$ 3,626	\$ 3,196
Employee Benefits	474	515	473	515	293	252	989	545	1,533	759	773	579
Aerial forest fire operations	-	-	-	-	204	412	-	616	616	1,231	-	-
Total	2,094	2,120	1,783	1,801	1,763	1,861	4,214	3,624	7,208	6,034	4,399	3,775
Premises												
Rent	151	161	147	114	126	122	312	248	509	419	379	327
Depreciation	256	223	191	172	70	79	479	149	512	355	324	272
Other	44	33	58	36	31	29	77	60	154	118	127	132
Aerial forest fire operations	-	-	-	-	28	53	-	81	81	608	-	-
Total	451	417	396	322	255	283	868	538	1,256	1,500	830	731
General and administrative												
Capital and business taxes	131	174	208	141	142	134	305	276	625	501	434	317
Insurance	71	75	56	69	78	72	146	150	275	216	183	151
Listing, sustaining fees and annual meeting	74	75	41	27	38	45	149	83	151	221	180	118
Marketing and business development	147	125	113	157	144	117	272	261	531	388	301	290
Professional fees and services	133	164	182	107	126	119	297	245	534	468	351	407
Postage and stationary	43	37	34	28	34	28	80	62	124	125	142	152
Telephone and communications	32	41	36	39	32	25	73	57	132	108	98	148
Travel	193	203	179	178	109	79	396	188	545	194	176	117
Other	179	225	224	346	268	352	404	620	1,190	1,994	1,558	1,552
Aerial forest fire operations	-	-	-	-	115	169	-	284	284	674	-	-
Total	1,003	1,121	1,073	1,092	1,086	1,140	2,124	2,226	4,391	4,889	3,423	3,252
Total non-interest expenses	\$ 3,548	\$ 3,658	\$ 3,252	\$ 3,215	\$ 3,104	\$ 3,284	\$ 7,206	\$ 6,388	\$ 12,855	\$ 12,423	\$ 8,652	\$ 7,758

BALANCE SHEET
(unaudited)
(\$ thousands)

	QUARTER						YEAR ENDED			
	2007		2006				2006	2005	2004	2003
	Q2	Q1	Q4	Q3	Q2	Q1				
Cash resources	\$ 136,383	\$ 142,656	\$ 207,720	\$ 135,010	\$ 100,719	\$ 84,348	\$ 207,720	\$ 72,532	\$ 43,728	\$ 38,322
Securities	296,152	271,659	217,698	293,970	285,916	278,521	217,698	279,851	283,718	142,303
Loans										
Residential mortgages	208,386	181,941	175,363	163,637	155,245	203,367	175,363	197,608	196,798	146,237
Government financing-direct and indirect	254,039	258,947	249,562	237,223	229,673	211,317	249,562	200,998	191,075	176,431
Business loans	396,188	408,113	389,407	368,382	348,309	292,094	389,407	282,472	180,358	116,725
Personal loans	41,358	46,157	49,498	50,657	63,639	62,072	49,498	68,229	95,406	113,012
Total	899,971	895,158	863,830	819,899	796,866	768,850	863,830	749,307	663,637	552,405
Other assets										
Capital assets	6,487	6,266	3,536	3,618	3,636	9,895	3,536	9,793	3,124	2,904
Deferred financing charges	-	728	629	686	743	800	629	858	1,087	1,316
Investment in Discovery Air *	16,858	30,763	24,985	24,302	5,718	-	24,985	-	-	-
Other assets	10,983	11,499	11,331	9,973	10,115	15,217	11,331	18,886	20,294	16,818
Total	34,328	49,256	40,481	38,579	20,212	25,912	40,481	29,537	24,505	21,038
Total assets	\$ 1,366,834	\$ 1,358,729	\$ 1,329,729	\$ 1,287,458	\$ 1,203,713	\$ 1,157,631	\$ 1,329,729	\$ 1,131,227	\$ 1,015,588	\$ 754,068
Deposits										
Demand	\$ 7,255	\$ 7,301	\$ 7,859	\$ 7,207	\$ 10,111	\$ 9,079	\$ 7,859	\$ 10,131	\$ 14,280	\$ 20,950
Term (including accrued interest)	1,148,128	1,166,936	1,202,696	1,127,035	943,801	957,316	1,202,696	925,627	872,965	652,279
Total	1,155,383	1,174,237	1,210,555	1,134,242	953,912	966,395	1,210,555	935,758	887,245	673,229
Other liabilities	111,405	83,221	12,340	48,504	156,919	99,804	12,340	105,606	48,339	5,865
Notes payable	35,523	36,184	36,184	36,186	36,186	36,186	36,184	36,186	34,186	34,186
Non-controlling interest in subsidiary	-	-	-	-	-	647	-	754	-	-
Shareholders' Equity										
Share capital										
Common	36,339	34,737	34,230	33,589	33,561	33,506	34,230	33,249	32,920	32,851
Preferred shares	3,545	3,545	3,545	3,545	3,545	3,545	3,545	3,545	3,545	3,545
Retained earnings	39,884	38,282	37,775	37,134	37,106	37,051	37,775	36,794	36,465	36,396
Accumulated other comprehensive income	23,386	23,131	32,875	31,392	19,590	17,548	32,875	16,129	9,353	4,392
	1,253	3,674	-	-	-	-	-	-	-	-
	64,523	65,087	70,650	68,526	56,696	54,599	70,650	52,923	45,818	40,788
Total liabilities and shareholders' equity	\$ 1,366,834	\$ 1,358,729	\$ 1,329,729	\$ 1,287,458	\$ 1,203,713	\$ 1,157,631	\$ 1,329,729	\$ 1,131,227	\$ 1,015,588	\$ 754,068

* Prior to April, 2006 Discovery Air Inc. was accounted for on the consolidation basis.

IMPAIRED LOANS AND ALLOWANCE FOR CREDIT LOSSES
(unaudited)
(\$ thousands)

	QUARTER						YEAR ENDED			
	2007		2006				2006	2005	2004	2003
	Q2	Q1	Q4	Q3	Q2	Q1				
Gross impaired loans										
Residential mortgages	\$ 1,102	\$ 1,102	\$ 1,106	\$ 1,126	\$ -	\$ -	\$ 1,106	\$ -	\$ 207	\$ 4,885
Government financing-direct and indirect	-	-	-	-	-	-	-	-	-	-
Business loans	1,352	1,352	1,977	362	362	362	1,977	362	1,014	-
Personal loans	90	90	13	13	18	18	13	-	-	-
Total gross impaired loans	\$ 2,544	\$ 2,544	\$ 3,096	\$ 1,501	\$ 380	\$ 380	\$ 3,096	\$ 362	\$ 1,221	\$ 4,885
Allowance for credit losses										
Specific provisions	\$ 687	\$ 652	\$ 358	\$ 219	\$ 18	\$ 9	\$ 358	\$ -	\$ 75	\$ 123
General allowance	2,415	2,343	2,208	2,056	1,999	1,931	2,208	1,889	1,648	1,353
Total allowance for credit losses	\$ 3,102	\$ 2,995	\$ 2,566	\$ 2,275	\$ 2,017	\$ 1,940	\$ 2,566	\$ 1,889	\$ 1,723	\$ 1,476
Reconciliation of allowance for credit losses										
Balance, beginning of period	\$ 2,995	\$ 2,566	\$ 2,275	\$ 2,017	\$ 1,940	\$ 1,889	\$ 1,889	\$ 1,723	\$ 1,476	\$ 1,612
Provision (recovery) for credit losses	72	429	339	321	78	49	787	(61)	(471)	501
Recoveries (write-offs)	35	-	(48)	(63)	(1)	2	(110)	227	718	(637)
Balance, end of period	\$ 3,102	\$ 2,995	\$ 2,566	\$ 2,275	\$ 2,017	\$ 1,940	\$ 2,566	\$ 1,889	\$ 1,723	\$ 1,476
Total net impaired loans	\$ (558)	\$ (451)	\$ 530	\$ (774)	\$ (1,637)	\$ (1,560)	\$ 530	\$ (1,527)	\$ (502)	\$ 3,409
Total loans	\$ 899,971	\$ 895,158	\$ 863,830	\$ 819,899	\$ 796,866	\$ 768,850	\$ 863,830	\$ 749,307	\$ 663,637	\$ 552,405
Net impaired loans (after general allowance) as a % of total loans	-0.06%	-0.05%	0.06%	-0.09%	-0.21%	-0.20%	0.06%	-0.20%	-0.08%	0.62%
Gross impaired loans as a % of total assets	0.19%	0.19%	0.23%	0.12%	0.03%	0.03%	0.23%	0.03%	0.12%	0.65%
Allowance for credit losses as a % of gross impaired loans	121.92%	117.72%	82.88%	151.57%	530.79%	510.53%	82.88%	521.82%	141.11%	30.21%