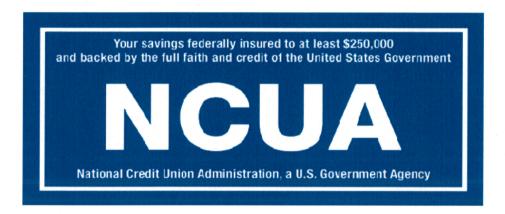
# NATIONAL CREDIT UNION SHARE INSURANCE FUND



PRELIMINARY & UNAUDITED FINANCIAL HIGHLIGHTS
August 31, 2014

May Ann Woodson

MARY ANN WOODSON
CHIEF FINANCIAL OFFICER

### NATIONAL CREDIT UNION SHARE INSURANCE FUND

#### FINANCIAL HIGHLIGHTS August 31, 2014

#### **Balance Sheet:**

**Other - Insurance and Guarantee Program Liabilities (Reserves)**: Reserves are \$177.3 million as of August 31, 2014; \$9.3 million is for specific natural person credit unions, and \$168.0 million is for general reserves.

#### **Statement of Net Cost:**

For the month ended August 31, 2014, the fund had net income of \$3.3 million. The fund recognized gross revenues of \$18.1 million and total operating expenses of \$13.6 million. The fund recognized an increase in insurance loss expense of \$1.2 million during the month of August 2014.

## NATIONAL CREDIT UNION SHARE INSURANCE FUND PRELIMINARY AND UNAUDITED BALANCE SHEETS As of August 31, 2014 (Dollars in thousands)

	A	ugust 2014	July 2014		August 2013	
ASSETS						
INTRAGOVERNMENTAL						
Fund Balance with Treasury	\$	56	\$	1,515	\$	528
Investments, Net U.S. Treasury Securities		11,268,472		11,177,961		10,910,334
Accounts Receivable - Note due from the National						
Credit Union Administration Operating Fund		12,180		12,292		13,521
Accounts Receivable - Due from the National						
Credit Union Administration Operating Fund		2,377		-		-
Accounts Receivable, Other		-		-		8
Accrued Interest Receivable, Investments		61,926		71,165		60,562
Total Intragovernmental Assets		11,345,011		11,262,933		10,984,953
PUBLIC						
Notes Receivable, Net		199,644		201,002		227,640
Accrued Interest Receivable		342		256		404
Advances		408		19		-
Other - Receivable from Asset Management Estates, Net		90,907		106,235		186,510
Total Public Assets		291,301		307,512		414,554
TOTAL ASSETS	\$	11,636,312	\$	11,570,445	\$	11,399,507
LIABILITIES INTRAGOVERNMENTAL						
Accounts Payable - Due to the National Credit Union Administration						
Operating Fund	\$	68	\$	747	\$	2,181
Accounts Payable - Due to the Temporary Corporate Credit Union						
Stabilization Fund		93		991		81
Total Intragovernmental Liabilities		161		1,738		2,262
PUBLIC						
Accounts Payable		479		230		2,802
Other - Insurance and Guarantee Program Liabilities (Reserves)		177,306		176,109		267,561
Total Public Liabilities		177,785		176,339		270,363
TOTAL LIABILITIES		177,946		178,077		272,625
	' <u>-</u>					-
NET POSITION						
Contributed Capital		8,665,146		8,665,260		8,382,066
Cumulative Result of Operations		2,793,220		2,727,108		2,744,816
Total Net Position		11,458,366		11,392,368		11,126,882
TOTAL LIABILITIES AND NET POSITION	\$	11,636,312	\$	11,570,445	\$	11,399,507

## NATIONAL CREDIT UNION SHARE INSURANCE FUND PRELIMINARY AND UNAUDITED STATEMENTS OF NET COST For the Periods Ending August 31, 2014 (Dollars in thousands)

	August 2014			CY to Date August 2014		CY to Date August 2013	
GROSS COSTS							
OPERATING EXPENSES							
Employee Pay	\$	7,401	\$	62,074	\$	52,387	
Employee Benefits		2,650		22,547		18,490	
Travel		1,511		11,572		10,486	
Rent, Communications, and Utilities		325		2,123		1,805	
Administrative Costs		697		6,282		4,391	
Contracted Services		860		9,358		7,330	
Training Expense		176		671		711	
Leasing Expense		-		73		108	
Other Insurance Expense		3		25		36	
Total Operating Costs		13,623		114,725		95,744	
INSURANCE LOSS EXPENSE		1,196		(32,040)		(44,995)	
Total Gross Costs		14,819		82,685		50,749	
LESS EXCHANGE REVENUES							
Interest Revenue on Note Receivable due from the National							
Credit Union Administration Operating Fund		(19)		(154)		(170)	
Interest Revenue - Other		(260)		(2,051)		(2,358)	
Other Revenue		(138)		(143)		(256)	
Total Exchange Revenue		(417)		(2,348)		(2,784)	
TOTAL NET COST/(INCOME) OF OPERATIONS	-	14,402	-	80,337	-	47,965	
LESS NON-EXCHANGE REVENUES							
Investment Income		(17,664)		(137,564)		(132,411)	
Total Non-Exchange Revenues		(17,664)		(137,564)		(132,411)	
Total Non-Exchange Neverlues		(17,004)	-	(137,304)	-	(132,411)	
TOTAL NET COST/(INCOME) INCLUDING NON-EXCHANGE REVENUES	\$	(3,262)	\$	(57,227)	\$	(84,446)	
		<u></u>					

#### NATIONAL CREDIT UNION SHARE INSURANCE FUND

## PRELIMINARY AND UNAUDITED STATEMENTS OF NET POSITION August 31, 2014 (Dollars in thousands)

NET POSITION BREAKDOWN	A	ugust 2014		July 2014	August 2013	
CU Contributed Capital	\$	8,665,146	\$	8,665,260	\$	8,382,066
Retained Earnings	·	2,662,259	•	2,658,997	•	2,681,624
Total Net Position without Unrealized Gain/(Loss)		11,327,405		11,324,257		11,063,690
Unrealized Gain/(Loss) - Investments		130,961		68,111		63,192
NET POSITION	\$	11,458,366	\$	11,392,368	\$	11,126,882

#### Comparative Analysis of NCUSIF Ratios for August 2014

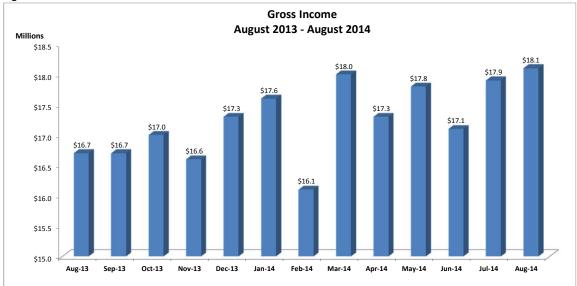
	August 2014	July 2014	August 2013
Investments/Total Assets	96.84%	96.61%	95.71%
Total Equity/Insured Shares (1)	1.26%	1.26%	1.27%
Available Assets Ratio	1.24%	1.23%	1.22%
Ins. Loss Exp./Insured Shares	0.00%	0.00%	0.00%

Actual Insured Shares as of June 30, 2014 \$ 895,692,470,241
Actual Insured Shares as of June 30, 2013 \$69,022,832,201

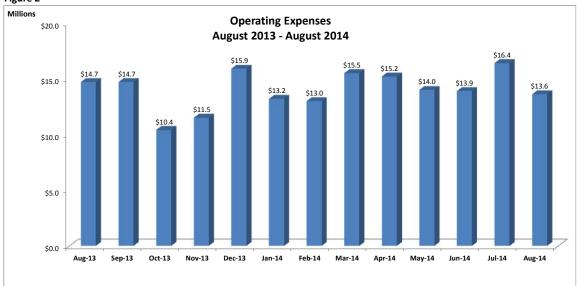
The August 2013 ratios are based on an actual insured share level of \$869.0 billion as of June 30, 2013.

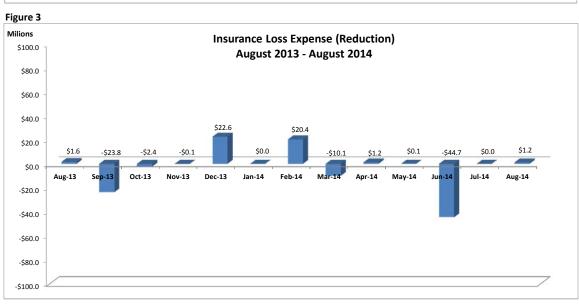
<sup>(1)</sup> The August 2014 and July 2014 ratios are based on an actual insured share level of \$895.7 billion as of June 30, 2014.

Figure 1









### INVESTMENT PORTFOLIO SUMMARY August 31, 2014

								% Market to Book	Weighted Averag
			Book Value		Market Value		Gain or (Loss)	Value	Yield
Daily Treasury Acco		\$	133,013,000	\$	133,013,000	\$	-	100.00%	0.03%
J.S. Treasury Notes	3		11,004,498,001		11,135,459,375		130,961,374	101.19%	1.90%
otal		\$	11,137,511,001	\$	11,268,472,375	\$	130,961,374	101.18%	1.87%
. INVESTMENT PO	ORTFOLIO SI	JMMAR	RY						
			Last Month		Current Month		CY To Date		
vestment Yield			1.86%		1.87%		1.85%		
nvestment Income		\$	17,573,941	\$	17,664,188	\$	137,563,836		
eighted Avg. Matu	ırity in Days		1,503		1,485				
I. MONTHLY ACTI	IVITY								
Purchas			Туре		Amount		Maturity	Yield	
8/15/20			T-Note	\$	50,000,000		8/15/2024	2.33%	
ТОТА	L			\$	50,000,000				
V. MATURITY SCH									
TOTA	L	\$	11,003						
]									
			2.050						
) suc			2,050						
fillions)			2,050						
e (Millions)			2,050						
ince (Millions)			2,050						
Salance (Millions)			2,050	1 28	.o				
int Balance (Millions)			2,050	1,25	50				
tment Balance (Millions)	970			1,25	50				
vestment Balance (Millions)	970	Ç	2,050	1,25	50	50	850 <sub>80</sub>	<sub>00</sub> 850	900 800
g Investment Balance (Millions)	970	Č		1,25	85	50	850 80	<sub>00</sub> 850	
rring Investment Balance (Millions)	970	ç		1,25		60	850 80	<sub>00</sub> 850	
laturing Investment Balance (Millions)	970	S		1,25	85	50	850 80	<sub>00</sub> 850	
Maturing Investment Balance (Millions)		S		1,25	85	60	850 <sub>8</sub> (	<sub>00</sub> 850	
Maturing Investment Balance (Millions)		S		1,25	85	60	850 <sub>8</sub> (	<sub>00</sub> 850	
-	3			1,25 2yr-3	600		850 80 5yr-6yr 6yr-	00 850	