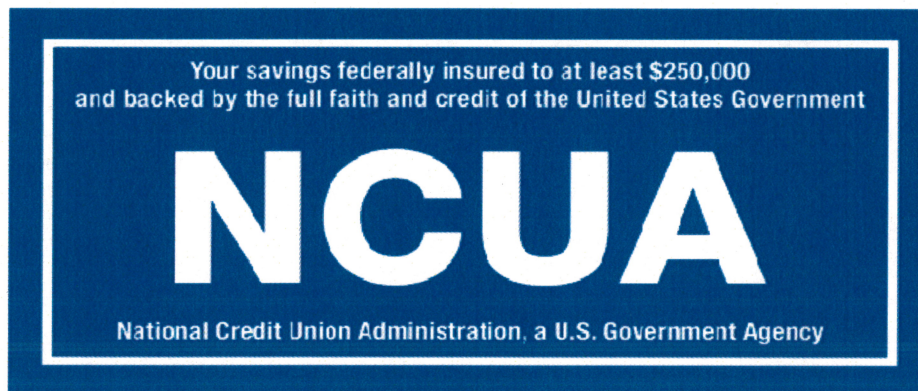


NATIONAL CREDIT UNION SHARE INSURANCE FUND



PRELIMINARY & UNAUDITED FINANCIAL HIGHLIGHTS August 31, 2014

Mary 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)

ASSETS	August 2014	July 2014	August 2013
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	<u>11,345,011</u>	<u>11,262,933</u>	<u>10,984,953</u>
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	<u>291,301</u>	<u>307,512</u>	<u>414,554</u>
TOTAL ASSETS	<u>\$ 11,636,312</u>	<u>\$ 11,570,445</u>	<u>\$ 11,399,507</u>
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	<u>161</u>	<u>1,738</u>	<u>2,262</u>
PUBLIC			
Accounts Payable	479	230	2,802
Other - Insurance and Guarantee Program Liabilities (Reserves)	177,306	176,109	267,561
Total Public Liabilities	<u>177,785</u>	<u>176,339</u>	<u>270,363</u>
TOTAL LIABILITIES	<u>177,946</u>	<u>178,077</u>	<u>272,625</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	<u>11,458,366</u>	<u>11,392,368</u>	<u>11,126,882</u>
TOTAL LIABILITIES AND NET POSITION	<u>\$ 11,636,312</u>	<u>\$ 11,570,445</u>	<u>\$ 11,399,507</u>

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

	<u>August 2014</u>	<u>CY to Date August 2014</u>	<u>CY to Date August 2013</u>
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	<u>13,623</u>	<u>114,725</u>	<u>95,744</u>
INSURANCE LOSS EXPENSE	1,196	(32,040)	(44,995)
Total Gross Costs	<u>14,819</u>	<u>82,685</u>	<u>50,749</u>
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	<u>(417)</u>	<u>(2,348)</u>	<u>(2,784)</u>
TOTAL NET COST/(INCOME) OF OPERATIONS	<u>14,402</u>	<u>80,337</u>	<u>47,965</u>
LESS NON-EXCHANGE REVENUES			
Investment Income	(17,664)	(137,564)	(132,411)
Total Non-Exchange Revenues	<u>(17,664)</u>	<u>(137,564)</u>	<u>(132,411)</u>
TOTAL NET COST/(INCOME) INCLUDING NON-EXCHANGE REVENUES	<u>\$ (3,262)</u>	<u>\$ (57,227)</u>	<u>\$ (84,446)</u>

Figure 1

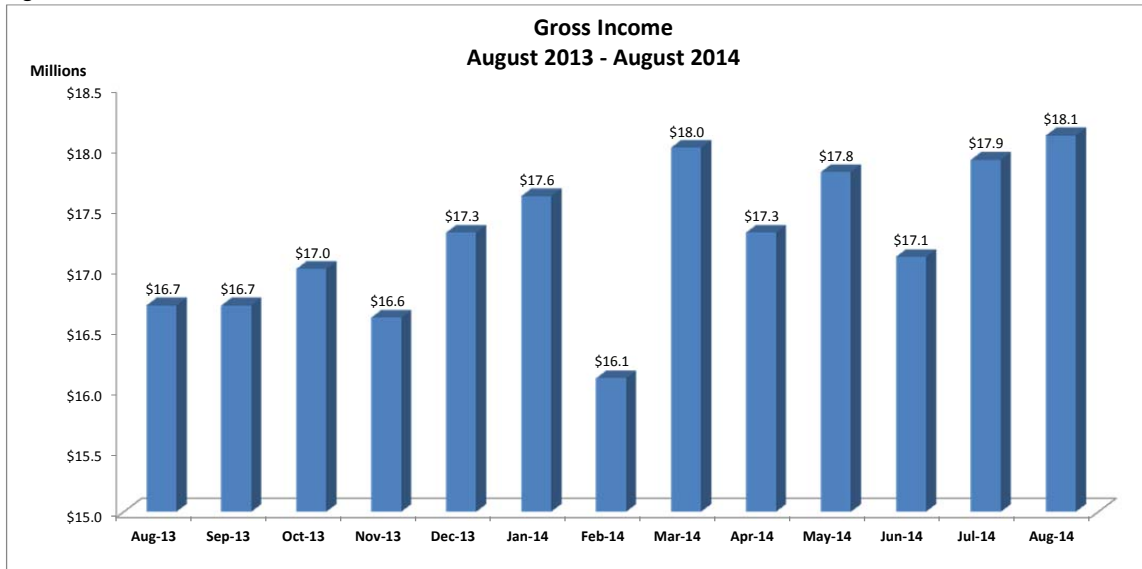


Figure 2

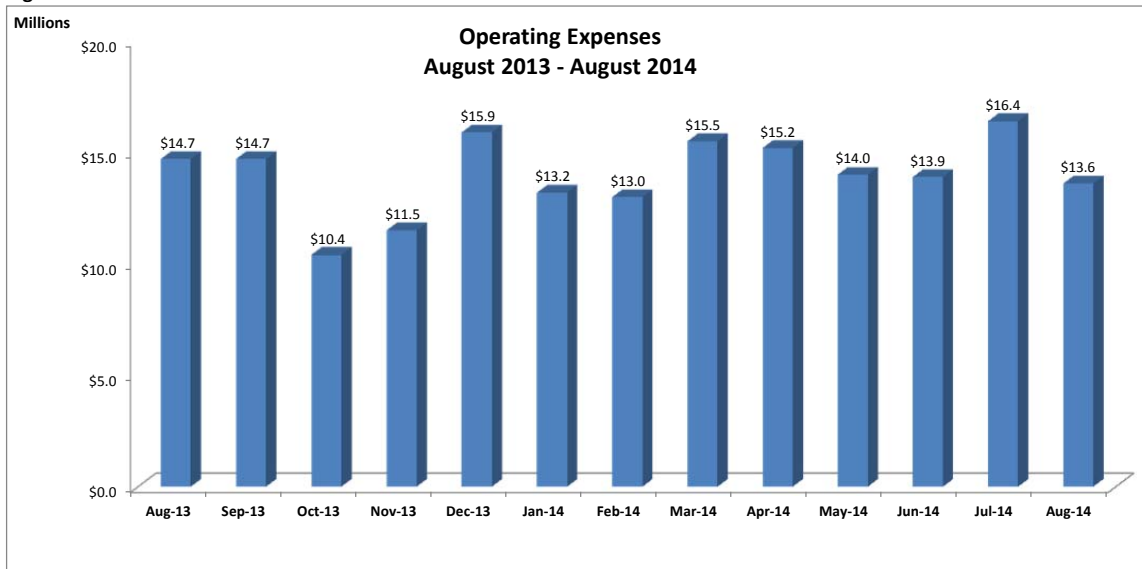
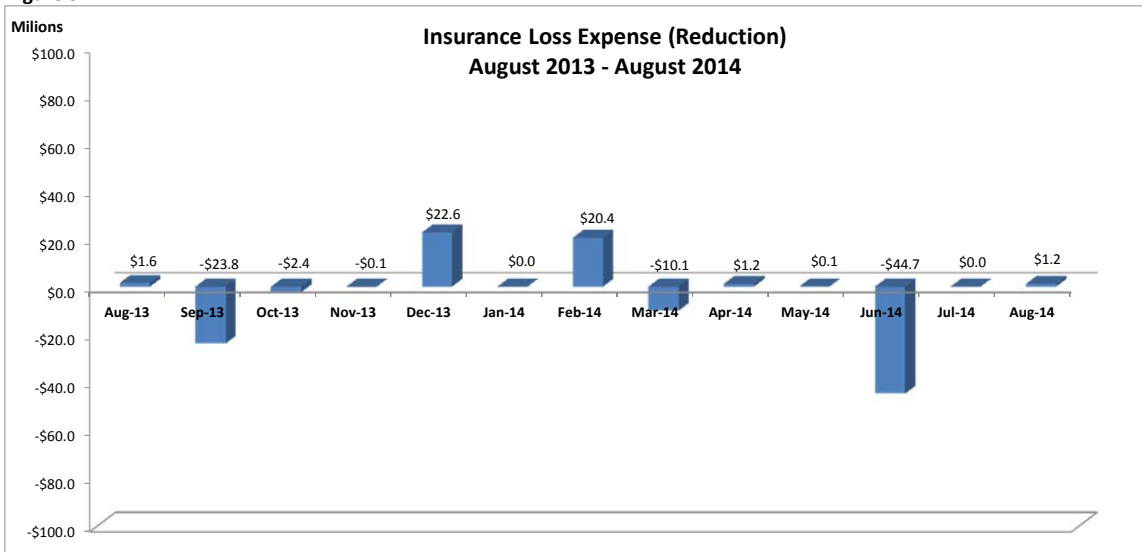


Figure 3



INVESTMENT PORTFOLIO SUMMARY
August 31, 2014

I. INVESTMENT PORTFOLIO BALANCE AND MARKET VALUE (In Dollars)						
	Book Value	Market Value	Gain or (Loss)	% Market to Book Value	Weighted Average Yield	
Daily Treasury Account	\$ 133,013,000	\$ 133,013,000	\$ -	100.00%	0.03%	
U.S. Treasury Notes	11,004,498,001	11,135,459,375	130,961,374	101.19%	1.90%	
Total	\$ 11,137,511,001	\$ 11,268,472,375	\$ 130,961,374	101.18%	1.87%	

II. INVESTMENT PORTFOLIO SUMMARY			
	Last Month	Current Month	CY To Date
Investment Yield	1.86%	1.87%	1.85%
Investment Income	\$ 17,573,941	\$ 17,664,188	\$ 137,563,836
Weighted Avg. Maturity in Days	1,503	1,485	

III. MONTHLY ACTIVITY					
Purchased	Type	Amount	Maturity	Yield	
8/15/2014	T-Note	\$ 50,000,000	8/15/2024	2.33%	
TOTAL		\$ 50,000,000			

IV. MATURITY SCHEDULE (par value in millions)		
TOTAL	\$	11,003

