

NATIONAL CREDIT UNION SHARE INSURANCE FUND



PRELIMINARY & UNAUDITED FINANCIAL HIGHLIGHTS

June 30, 2022

A handwritten signature in black ink, appearing to read "Eugene H. Schied", is positioned below the date.

EUGENE H. SCHIED
CHIEF FINANCIAL OFFICER

**NATIONAL CREDIT UNION ADMINISTRATION
SHARE INSURANCE FUND
MANAGEMENT OVERVIEW
June 30, 2022**

Balance Sheets

Receivables from Asset Management Estates, Net is \$81.7 million; \$4.9 thousand is for natural person credit unions, and \$81.7 million is for corporate credit unions.

Insurance and Guarantee Program Liabilities related to Reserves are \$169.1 million; \$7.3 million is for specific reserves for natural person credit unions, and \$161.8 million is for general reserves.

Statements of Net Cost

For the month ended June 30, 2022, the fund had net income of \$6.4 million. The fund recognized gross revenues of \$23.6 million and total operating expenses of \$19.8 million. The fund recognized an insurance loss reduction of \$2.6 million during the month of June 2022.

**NATIONAL CREDIT UNION ADMINISTRATION
SHARE INSURANCE FUND
BALANCE SHEETS
(Dollars in thousands)**

	June 2022	June 2021
ASSETS		
INTRAGOVERNMENTAL		
Fund Balance with Treasury	\$ 26,276	\$ 29,618
Investments, Net - U.S. Treasury Securities	20,052,122	19,272,201
Accrued Interest Receivable - Investments	108,262	90,940
Accounts Receivable - Due from the NCUA Operating Fund	762	1,001
Advances and Prepayments	12,567	-
Total Intragovernmental Assets	<u>20,199,989</u>	<u>19,393,760</u>
WITH THE PUBLIC		
Accounts Receivable - Due from Insured Credit Unions, Net	40	2
General Property, Plant, and Equipment, Net	-	24
Advances and Prepayments	988	4,339
Receivables from Asset Management Estates (AMEs), Net*	81,730	426,911
Total with the Public Assets	<u>82,758</u>	<u>431,276</u>
TOTAL ASSETS	<u>\$ 20,282,747</u>	<u>\$ 19,825,036</u>
LIABILITIES		
INTRAGOVERNMENTAL		
Accounts Payable - Due to the NCUA Operating Fund	\$ 19	\$ 120
Total Intragovernmental Liabilities	<u>19</u>	<u>120</u>
WITH THE PUBLIC		
Accounts Payable	2,320	4,288
Insurance and Guarantee Program Liabilities*	169,064	161,086
Other Liabilities	854	909
Total with the Public Liabilities	<u>172,238</u>	<u>166,283</u>
TOTAL LIABILITIES	<u>172,257</u>	<u>166,403</u>
Commitments and Contingencies		
NET POSITION		
Cumulative Result of Operations	3,746,138	4,974,622
Contributed Capital	16,364,352	14,684,011
Total Net Position	<u>20,110,490</u>	<u>19,658,633</u>
TOTAL LIABILITIES AND NET POSITION	<u>\$ 20,282,747</u>	<u>\$ 19,825,036</u>

* Receivable from AMEs, Net and Insurance and Guarantee Program Liabilities lines are generally updated quarterly.

The balances in the statement above are preliminary and unaudited.

**NATIONAL CREDIT UNION ADMINISTRATION
SHARE INSURANCE FUND
STATEMENTS OF NET COST
(Dollars in thousands)**

	<u>June 2022</u>	<u>June 2022 YTD</u>	<u>June 2021 YTD</u>
GROSS COSTS			
Operating Expenses*	\$ 19,762	\$ 101,464	\$ 96,752
Provision for Insurance Losses			
Reserve Expense (Reduction)	3,889	7,506	(2,852)
AME Receivable Bad Debt Expense	<u>(6,516)</u>	<u>(51,864)</u>	<u>(88,467)</u>
Total Provision for Insurance Losses	<u>(2,627)</u>	<u>(44,358)</u>	<u>(91,319)</u>
Other Losses	<u>-</u>	<u>-</u>	<u>32</u>
Total Gross Costs	<u>17,135</u>	<u>57,106</u>	<u>5,465</u>
LESS EXCHANGE REVENUES			
Guarantee Fee Revenue - NGNs	-	-	(625)
Other Revenue	<u>(181)</u>	<u>(385)</u>	<u>(2,600)</u>
Total Exchange Revenues	<u>(181)</u>	<u>(385)</u>	<u>(3,225)</u>
TOTAL NET COST/(INCOME) OF OPERATIONS	<u>\$ 16,954</u>	<u>\$ 56,721</u>	<u>\$ 2,240</u>
LESS NON-EXCHANGE REVENUES			
Interest Revenue - Investments	<u>(23,332)</u>	<u>(130,341)</u>	<u>(115,667)</u>
Total Non-Exchange Revenues	<u>(23,332)</u>	<u>(130,341)</u>	<u>(115,667)</u>
TOTAL NET COST/(INCOME) INCLUDING NON-EXCHANGE REVENUES	<u>\$ (6,378)</u>	<u>\$ (73,620)</u>	<u>\$ (113,427)</u>

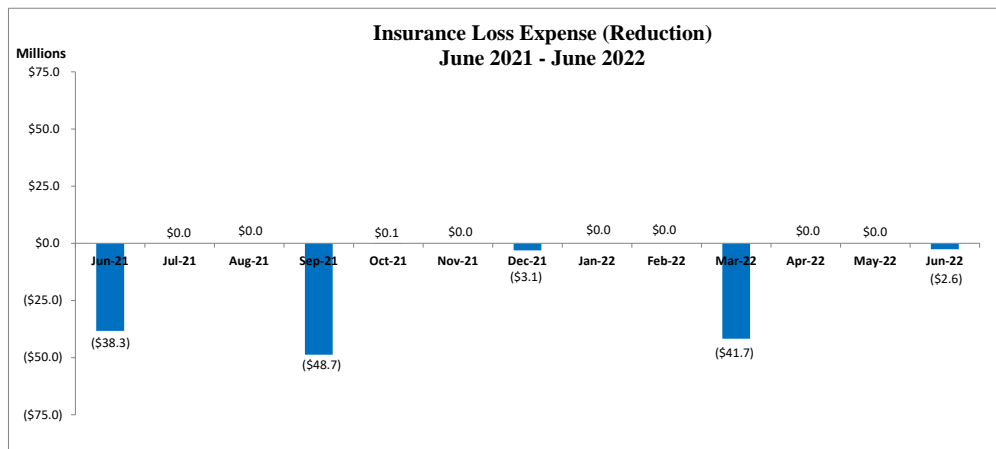
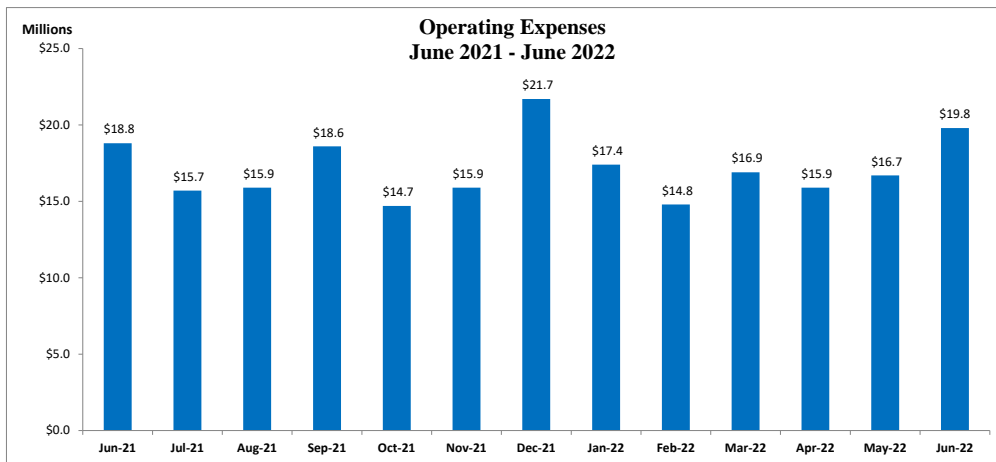
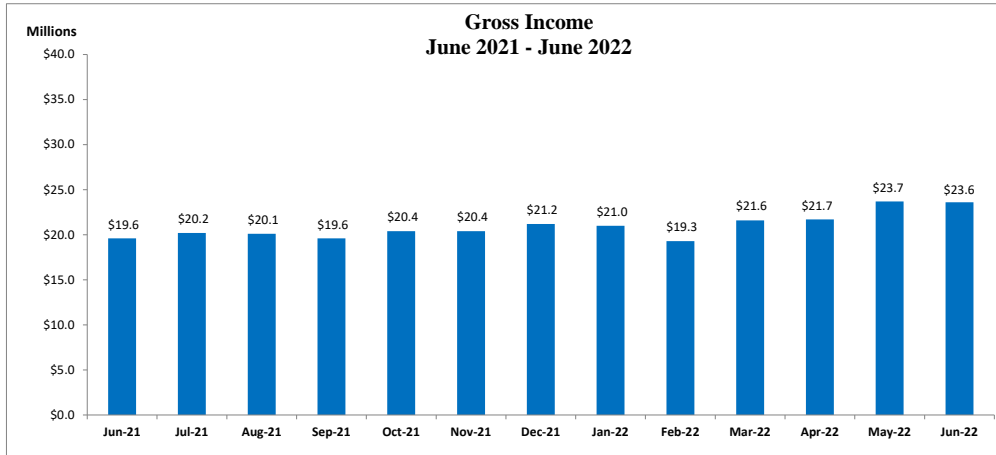
*National Credit Union Share Insurance Fund operating expenses are the total NCUA operating expenses reduced by the Operating Fund allocation as determined by the overhead transfer rate.

**NATIONAL CREDIT UNION ADMINISTRATION
SHARE INSURANCE FUND
STATEMENTS OF CHANGES IN NET POSITION
(Dollars in thousands)**

	<u>June 2022</u>	<u>June 2021</u>
CUMULATIVE RESULTS OF OPERATIONS		
Beginning Balances	\$ 4,780,200	\$ 5,132,167
Non-Exchange Revenue		
Interest Revenue - Investments	130,341	115,667
Net Unrealized Gain/(Loss) - Investments	(1,107,682)	(270,972)
Net Income /(Cost) of Operations	(56,721)	(2,240)
Change in Cumulative Results of Operations	<u>(1,034,062)</u>	<u>(157,545)</u>
CUMULATIVE RESULTS OF OPERATIONS	<u>3,746,138</u>	<u>4,974,622</u>
CONTRIBUTED CAPITAL		
Beginning Balances	15,783,657	13,810,674
Change in Contributed Capital	<u>580,695</u>	<u>873,337</u>
CONTRIBUTED CAPITAL	<u>16,364,352</u>	<u>14,684,011</u>
NET POSITION	<u>\$ 20,110,490</u>	<u>\$ 19,658,633</u>
NET POSITION BREAKDOWN		
Credit Union Contributed Capital	16,364,352	14,684,011
Retained Earnings	4,879,238	4,734,516
Total Net Position Without Unrealized Gain/ (Loss)	<u>21,243,590</u>	<u>19,418,527</u>
Unrealized Gain/ (Loss) - Investments	<u>(1,133,100)</u>	<u>240,106</u>
NET POSITION	<u>\$ 20,110,490</u>	<u>\$ 19,658,633</u>

The balances in the statement above are preliminary and unaudited.

**NATIONAL CREDIT UNION ADMINISTRATION
 SHARE INSURANCE FUND
 STATISTICAL INFORMATION
 June 30, 2022**



The information provided in the supporting statement above is preliminary and unaudited.

INVESTMENT PORTFOLIO SUMMARY

June 30, 2022

I. INVESTMENT PORTFOLIO BALANCE AND MARKET VALUE (In Dollars)																												
	Book Value	Market Value	Unrealized Gain or (Loss)	% Market to Book Value	Weighted Average Yield																							
Daily Treasury Account	\$ 358,866,000	\$ 358,866,000	\$ -	100.00%	1.08%																							
U.S. Treasury Notes	20,826,355,740	19,693,255,908	(1,133,099,832)	94.56%	1.34%																							
Total	\$ 21,185,221,740	\$ 20,052,121,908	\$ (1,133,099,832)	94.65%	1.34%																							
II. INVESTMENT PORTFOLIO SUMMARY																												
	Last Month	Current Month	CY To Date																									
Investment Yield	1.33%	1.34%	1.27%																									
Investment Income	\$ 23,688,266	\$ 23,331,683	\$ 130,340,534																									
Weighted Avg. Maturity in Days	1,341	1,312																										
III. MONTHLY ACTIVITY																												
Purchased	Type	Amount	Maturity	Yield																								
TOTAL		\$ -																										
IV. MATURITY SCHEDULE (par value in millions)																												
TOTAL		\$ 20,559																										
<table border="1"> <caption>Maturing Investment Balance (Millions)</caption> <thead> <tr> <th>Maturity Bucket</th> <th>Balance (Millions)</th> </tr> </thead> <tbody> <tr> <td>Overnight</td> <td>359</td> </tr> <tr> <td>1m-6m</td> <td>1,300</td> </tr> <tr> <td>6m-1yr</td> <td>1,400</td> </tr> <tr> <td>1yr-2yr</td> <td>2,800</td> </tr> <tr> <td>2yr-3yr</td> <td>2,800</td> </tr> <tr> <td>3yr-4yr</td> <td>2,800</td> </tr> <tr> <td>4yr-5yr</td> <td>2,800</td> </tr> <tr> <td>5yr-6yr</td> <td>2,800</td> </tr> <tr> <td>6yr-7yr</td> <td>2,600</td> </tr> <tr> <td>7yr-8yr</td> <td>900</td> </tr> </tbody> </table>							Maturity Bucket	Balance (Millions)	Overnight	359	1m-6m	1,300	6m-1yr	1,400	1yr-2yr	2,800	2yr-3yr	2,800	3yr-4yr	2,800	4yr-5yr	2,800	5yr-6yr	2,800	6yr-7yr	2,600	7yr-8yr	900
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