

NATIONAL CREDIT UNION SHARE INSURANCE FUND

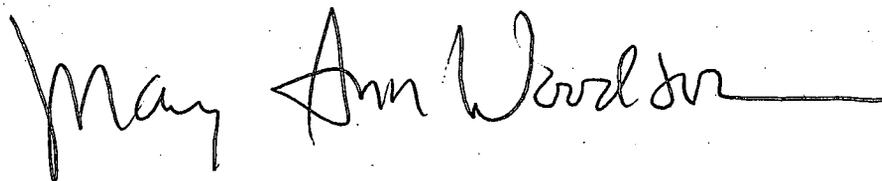
Your savings federally insured to at least \$250,000
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NCUA

National Credit Union Administration, a U.S. Government Agency

PRELIMINARY AND UNAUDITED FINANCIAL HIGHLIGHTS

May 31, 2011



**MARY ANN WOODSON
CHIEF FINANCIAL OFFICER**

NCUSIF FINANCIAL HIGHLIGHTS
May 31, 2011

Balance Sheet:

Other Assets — represents balance due to the NCUSIF from monies loaned to NCUA Operating Fund for purchase of the King Street building.

Provision for Credit Union Losses (Reserves) - NPCU — \$1.2 billion includes \$141 million in reserves for specific and \$1.05 billion in reserves for non specific natural person credit unions.

NATIONAL CREDIT UNION ADMINISTRATION
NCUSIF PRELIMINARY AND UNAUDITED BALANCE SHEET
May 31, 2011

ASSETS	May 2011	April 2011	May 2010
INTRAGOVERNMENTAL			
Fund Balance with Treasury	\$ 52,100,891	\$ 480,059	\$ 100,072
Investments	10,983,064,866	10,920,359,125	9,838,537,591
Accrued Interest Receivable	59,341,926	93,738,919	69,813,776
Prepaid & Deferred Charges	-	-	382,272
Other Assets	16,612,760	16,681,642	17,929,167
Total Intragovernmental Assets	<u>11,111,120,443</u>	<u>11,031,259,745</u>	<u>9,926,762,878</u>
PUBLIC			
Contributions Receivable from Insured Credit Unions	767,535	5,656,062	2,693,261
Insurance Premium Receivable	13,402	30,332	86,230
Share Deposits & Loans	-	-	10,000,000,000
Recoveries From Liq. CU	171,951,219	164,323,216	454,639,134
Interest on Loan Receivable	-	-	23,145,206
Total Public Assets	<u>172,732,156</u>	<u>170,009,610</u>	<u>10,480,563,831</u>
TOTAL ASSETS	<u>\$ 11,283,852,599</u>	<u>\$ 11,201,269,355</u>	<u>\$ 20,407,326,709</u>
LIABILITIES			
INTRAGOVERNMENTAL			
Accounts Payable - NCUA Operating Fund	\$ -	\$ 851,937	\$ -
Notes Payable - CLF	-	-	10,000,000,000
Interest Payable - CLF	-	-	23,145,205
Total Intragovernmental Liabilities	<u>-</u>	<u>851,937</u>	<u>10,023,145,205</u>
PUBLIC			
Check Clearing Accounts	5,509	58,047	585,297
Other	289,255	2,147,626	369,627
Liquidation Claims	23,941,580	19,520,641	219,146,567
Provision for CU Losses (Reserves) - NPCU	1,195,437,997	1,192,661,335	1,066,664,901
Total Public Liabilities	<u>1,219,674,341</u>	<u>1,214,387,649</u>	<u>1,286,766,392</u>
TOTAL LIABILITIES	<u>1,219,674,341</u>	<u>1,215,239,586</u>	<u>11,309,911,597</u>
NET POSITION			
Cumulative Result of Operations	<u>10,064,178,258</u>	<u>9,986,029,769</u>	<u>9,097,415,112</u>
Total Net Position	<u>10,064,178,258</u>	<u>9,986,029,769</u>	<u>9,097,415,112</u>
TOTAL LIABILITIES AND NET POSITION	<u>\$ 11,283,852,599</u>	<u>\$ 11,201,269,355</u>	<u>\$ 20,407,326,709</u>

NATIONAL CREDIT UNION ADMINISTRATION
NCUSIF PRELIMINARY AND UNAUDITED STATEMENT OF NET COST
May 31, 2011

	May 2011	April 2011	YTD
GROSS COSTS			
Employee Pay	\$ 6,069,445	\$ 6,560,080	\$ 29,996,812
Employee Benefits	1,759,073	1,839,962	8,554,291
Travel	1,350,160	1,477,456	5,407,027
Rent, Communications, and Utilities	157,428	268,200	927,959
Administrative Costs	660,668	899,675	3,358,057
Contracted Services	958,695	813,981	3,307,669
AMAC Expense	364,557	9,079	392,715
Training Expense	84,986	191,396	444,697
Leasing Expense	1,667	1,667	8,334
Other Insurance Expense	410,669	324	132,530
Insurance Loss Expense	4,342,295	-	3,336,983
Total Gross Costs	<u>16,159,643</u>	<u>12,061,820</u>	<u>55,867,074</u>
LESS EARNED REVENUES			
Premium Income	(1,225)	(26,710)	(8,292)
Investment Income	19,372,536	18,790,896	95,247,566
Other Income	29,778	29,833	153,320
Total Earned Revenues	<u>19,401,089</u>	<u>18,794,019</u>	<u>95,392,594</u>
TOTAL NET COST, (INCOME) OF OPERATIONS	<u>\$ (3,241,446)</u>	<u>\$ (6,732,199)</u>	<u>\$ (39,525,520)</u>

FINANCIAL STATEMENT ANALYSES
NCUSIF PRELIMINARY AND UNAUDITED NET POSITION
May 31, 2011

NET POSITION BREAKDOWN	May 2011	April 2011	May 2010
CJ Contributed Capital	\$ 7,579,181,162	\$ 7,579,179,047	\$ 7,268,733,613
Retained Earnings	2,207,916,031	2,204,674,585	1,631,100,398
Unrealized Gain/Loss on A-F-S Securities	277,081,065	202,176,137	197,581,102
Cumulative Result of Operations	<u>10,064,178,258</u>	<u>9,986,029,769</u>	<u>9,097,415,112</u>
Total Net Position	<u>\$ 10,064,178,258</u>	<u>\$ 9,986,029,769</u>	<u>\$ 9,097,415,112</u>

Comparative Analysis of NCUSIF Balance Sheet Ratios for May 31, 2011

BALANCE SHEET RATIOS	MAY 11	APR 11	MAY 10
Investments/Total Assets	97.33%	97.50%	48.21%
Total Equity/Insured Shares	1.29%	1.29%	1.22%
Prov. for Losses/CJ Capital	15.77%	15.75%	14.67%
Non-Earning/Total Assets	2.67%	2.49%	2.70%
Available Asset Ratio	1.23%	1.22%	1.11%

Comparative Analysis of NCUSIF Income Statement Ratios for May 31, 2011

INCOME STATEMENT RATIOS	LAST MONTH	THIS MONTH	CURRENT YTD
1. Oper. Exp./Total Income	64.18%	60.91%	55.07%
2. Ins. Loss Exp./Total Income	0.00%	22.38%	3.50%
3. Total Exp./Total Income	64.18%	83.29%	58.57%
4. Net Income/Total Income	35.82%	16.71%	41.43%
5. Ins. Loss Exp./Insured Shares	0.00%	0.00%	0.00%

Actual Insured Shares as of 12/31/10 **\$ 757,921,704,390**

Figure 1

GROSS INCOME MAY 10 – MAY 11

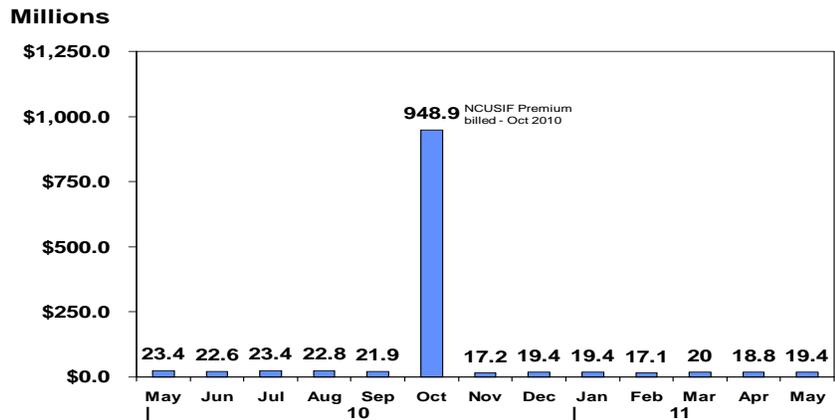


Figure 2

OPERATING EXPENSE MAY 10 – MAY 11

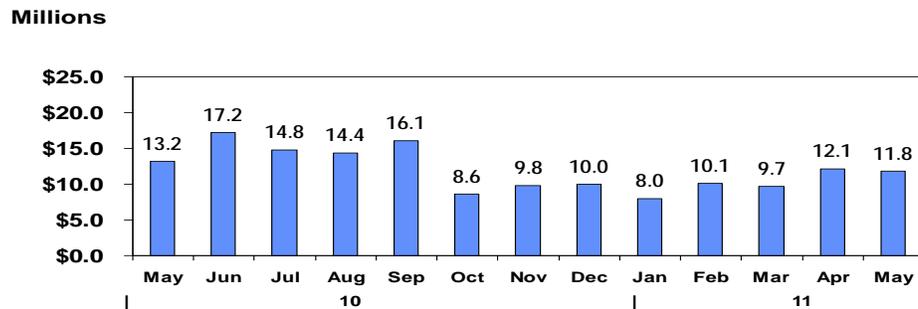
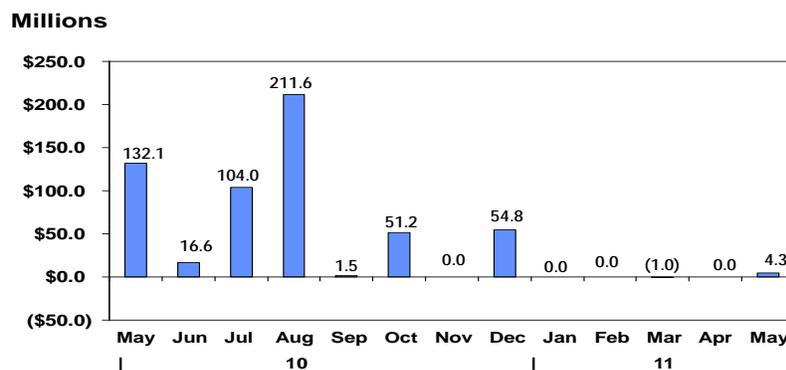


Figure 3

INSURANCE LOSS EXPENSE MAY 10 – MAY 11



INVESTMENT PORTFOLIO SUMMARY

May 31, 2011

I. INVESTMENT PORTFOLIO BALANCE AND MARKET VALUE					
	Book Value	Market Value	Gain or (Loss)	%Market to Book Value	Weighted Average Yield
Daily Treasury Account	\$689,587,000	\$689,587,000	\$0	100.00%	0.02%
U.S. Treasury Notes	10,016,396,801	10,293,477,866	277,081,065	102.77%	2.26%
TOTAL	\$10,705,983,801	\$10,983,064,866	\$277,081,065	102.59%	2.10%
II. INVESTMENT PORTFOLIO PERFORMANCE					
	Last Month	Current Month	CY To Date	CY11 Projections	
Investment Yield	2.12%	2.10%	2.14%	2.14%	
Investment Income	\$18,790,896	\$19,372,536	\$95,247,566	\$229,200,000	
Income Budgeted (1/1/11)	\$19,100,000	\$19,100,000	\$95,500,000	\$229,200,000	
Income/Budgeted Ratio	98.4%	101.4%	99.7%		
Weighted Avg. Maturity in Days	1,085	1,093			
III. MONTHLY ACTIVITY					
Purchased	Type	Amount	Maturity	Yield	
5/26/2011	T-Note	100,000,000	5/31/2016	1.725%	
5/26/2011	T-Note	50,000,000	5/15/2021	3.087%	
TOTAL		\$150,000,000			
IV. MATURITY SCHEDULE (par value in millions)					
3 months or less	\$940				
3 months - 1 year	1,350				
1 year - 2 years	1,800				
2 years - 3 years	1,600				
3 years - 4 years	1,820				
4 years - 5 years	1,650				
5 years - 10 years	1,300				
TOTAL	\$10,460				