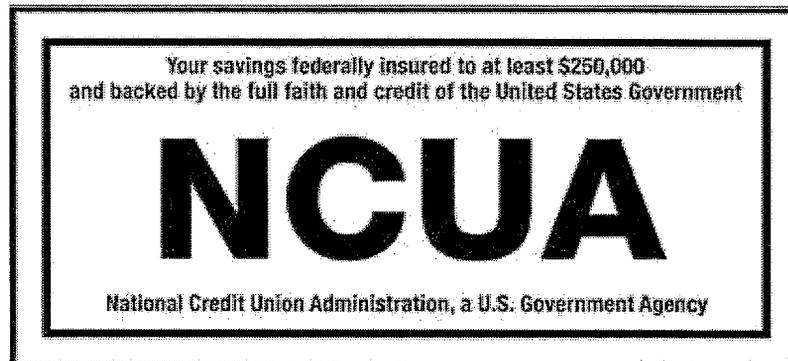


# NATIONAL CREDIT UNION SHARE INSURANCE FUND



## PRELIMINARY AND UNAUDITED FINANCIAL HIGHLIGHTS October 31, 2011

*Mary Ann Woodson*

**MARY ANN WOODSON  
CHIEF FINANCIAL OFFICER**

**NCUSIF FINANCIAL HIGHLIGHTS**  
**October 31, 2011**

**Balance Sheet:**

**Other – Insurance and Guarantee Program Liabilities** - \$871.6 million includes \$86.3 million in reserves for specific and \$785.3 million in reserves for non-specific natural person credit unions.

**Statement of Net Cost:**

**Insurance Loss Expense** – The NCUSIF decreased insurance loss expense by \$126.9 million during the month of October 2011.

**NATIONAL CREDIT UNION ADMINISTRATION**  
**NCUSIF PRELIMINARY AND UNAUDITED BALANCE SHEETS**  
**As of October 31, 2011**

<b>ASSETS</b>	<b>October 2011</b>	<b>September 2011</b>	<b>December 2010</b>
<b>INTRAGOVERNMENTAL</b>			
Fund Balance with Treasury	\$ 623,020	\$ 21,384,111	\$ 1,550,754
Investments, Net U.S. Treasury Securities	11,450,041,875	11,430,325,500	10,848,271,875
Accounts Receivable - Note due from the National Credit Union Administration Operating Fund	15,979,506	16,091,251	17,096,954
Accounts Receivable - Due from the Operating Fund	2,390,225	-	-
Accrued Interest Receivable	70,748,018	71,408,409	72,358,816
<b>Total Intragovernmental Assets</b>	<b>11,539,782,644</b>	<b>11,539,209,271</b>	<b>10,939,278,399</b>
<b>PUBLIC</b>			
Accounts Receivable - Capitalization Deposits from Insured Credit Unions, Net	917,928	22,450,012	182,759
Accounts Receivable - Premium Assessments from Insured Credit Unions, Net	-	-	2,035,805
Other - Receivable from Asset Management Estates, Net	117,851,779	119,889,669	143,278,586
General Property, Plant, and Equipment, Net	21,667	23,334	38,333
<b>Total Public Assets</b>	<b>118,791,374</b>	<b>142,363,015</b>	<b>145,535,483</b>
<b>TOTAL ASSETS</b>	<b>\$ 11,658,574,018</b>	<b>\$ 11,681,572,286</b>	<b>\$ 11,084,813,882</b>
<b>LIABILITIES</b>			
<b>INTRAGOVERNMENTAL</b>			
Accounts Payable - Due to the Temporary Corporate Credit Union Stabilization Fund	\$ 44,887	\$ 7,311,391	\$ 194,123
Accounts Payable - Due to the National Credit Union Administration Operating Fund	-	3,133,357	2,857,129
<b>Total Intragovernmental Liabilities</b>	<b>44,887</b>	<b>10,444,748</b>	<b>3,051,252</b>
<b>PUBLIC</b>			
Accounts Payable	231,993	337,483	433,175
Other - Insurance and Guarantee Program Liabilities	871,618,010	998,518,010	1,225,280,456
<b>Total Public Liabilities</b>	<b>871,850,003</b>	<b>998,855,493</b>	<b>1,225,713,631</b>
<b>TOTAL LIABILITIES</b>	<b>871,894,890</b>	<b>1,009,300,241</b>	<b>1,228,764,883</b>
<b>NET POSITION</b>			
Contributed Capital	7,807,217,823	7,808,850,797	7,485,158,660
Cumulative Result of Operations	2,979,461,305	2,863,421,248	2,370,890,339
<b>Total Net Position</b>	<b>10,786,679,128</b>	<b>10,672,272,045</b>	<b>9,856,048,999</b>
<b>TOTAL LIABILITIES AND NET POSITION</b>	<b>\$ 11,658,574,018</b>	<b>\$ 11,681,572,286</b>	<b>\$ 11,084,813,882</b>

**NATIONAL CREDIT UNION ADMINISTRATION**  
**NCUSIF PRELIMINARY AND UNAUDITED STATEMENTS OF NET COST**  
**For the Period Ending October 31, 2011**

	<u>October 2011</u>	<u>September 2011</u>	<u>CY to Date</u>
<b>GROSS COSTS</b>			
<b>OPERATING EXPENSES</b>			
Employee Pay	\$ 5,950,915	\$ 7,727,010	\$ 61,440,596
Employee Benefits	1,647,209	1,700,157	17,103,513
Travel	319,235	2,552,757	12,267,427
Rent, Communications, and Utilities	107,473	439,446	2,244,066
Administrative Costs	462,394	1,500,913	7,277,341
Contracted Services	124,526	205,584	6,530,976
AMAC Expense	-	-	62,997
Training Expense	58,237	331,224	1,131,832
Leasing Expense	1,667	1,667	16,668
Other Insurance Expense	(17,206)	147,743	894,227
Total Operating Costs	<u>8,654,450</u>	<u>14,606,501</u>	<u>108,969,643</u>
<b>INSURANCE LOSS EXPENSE</b>	<u>(126,900,000)</u>	<u>217,322</u>	<u>(287,037,074)</u>
Total Gross Costs	<u>(118,245,550)</u>	<u>14,823,823</u>	<u>(178,067,431)</u>
<b>LESS EXCHANGE REVENUES</b>			
Interest Revenue on Note Receivable due from the National Credit Union Administration Operating Fund	28,229	27,642	291,431
Insurance and Guarantee Premium Revenue	-	-	44,584
Total Exchange Revenue	<u>28,229</u>	<u>27,642</u>	<u>336,015</u>
<b>TOTAL NET COST/(INCOME) OF OPERATIONS</b>	<u>(118,273,779)</u>	<u>14,796,181</u>	<u>(178,403,446)</u>
<b>LESS NON-EXCHANGE REVENUES</b>			
Investment Income	18,664,709	18,359,774	189,231,835
Total Non-Exchange Revenues	<u>18,664,709</u>	<u>18,359,774</u>	<u>189,231,835</u>
<b>TOTAL NET COST/(INCOME) INCLUDING NON-EXCHANGE REVENUES</b>	<u>\$ (136,938,488)</u>	<u>\$ (3,563,593)</u>	<u>\$ (367,635,281)</u>



Figure 1

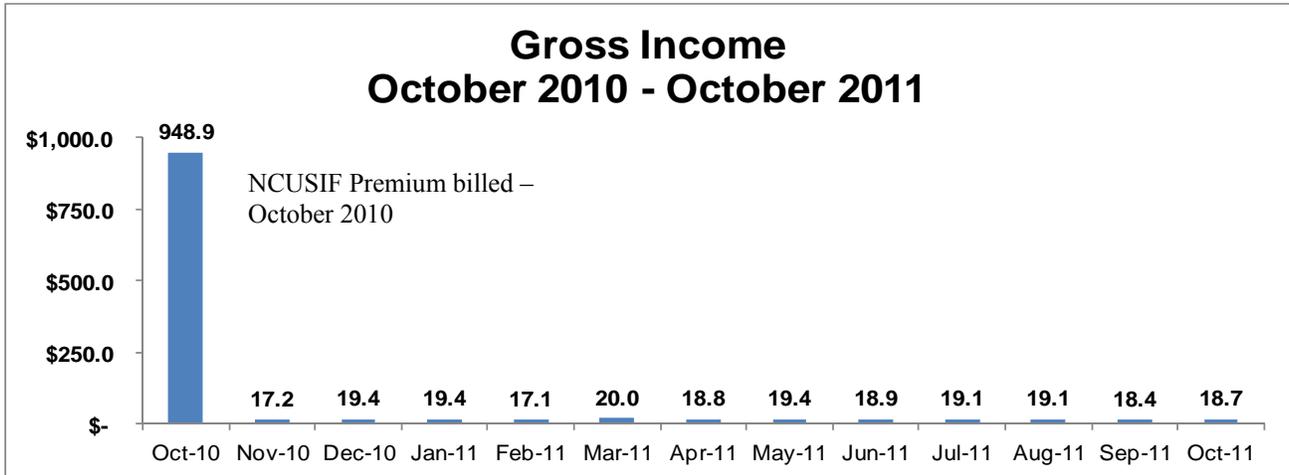


Figure 2

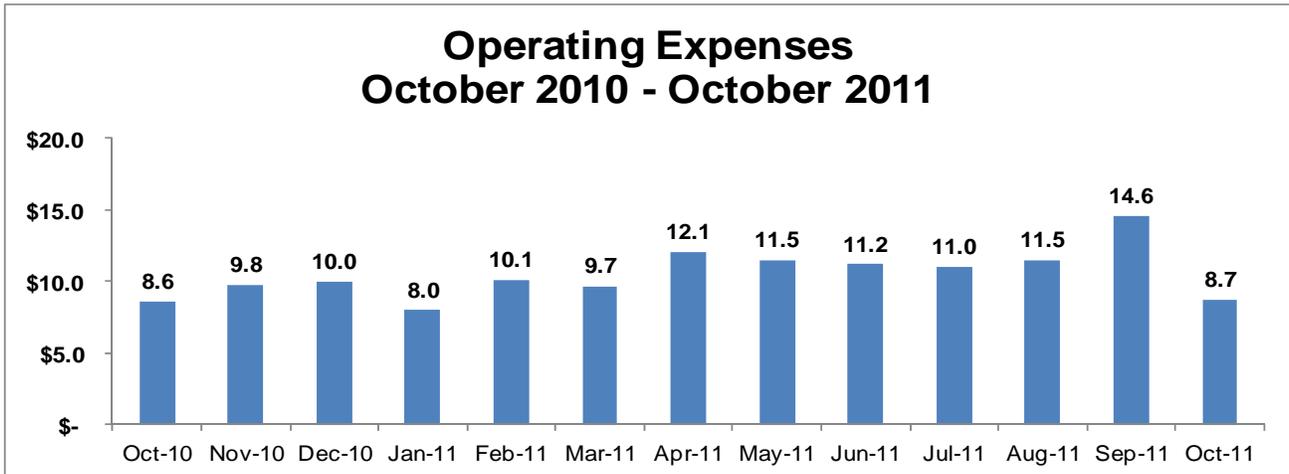
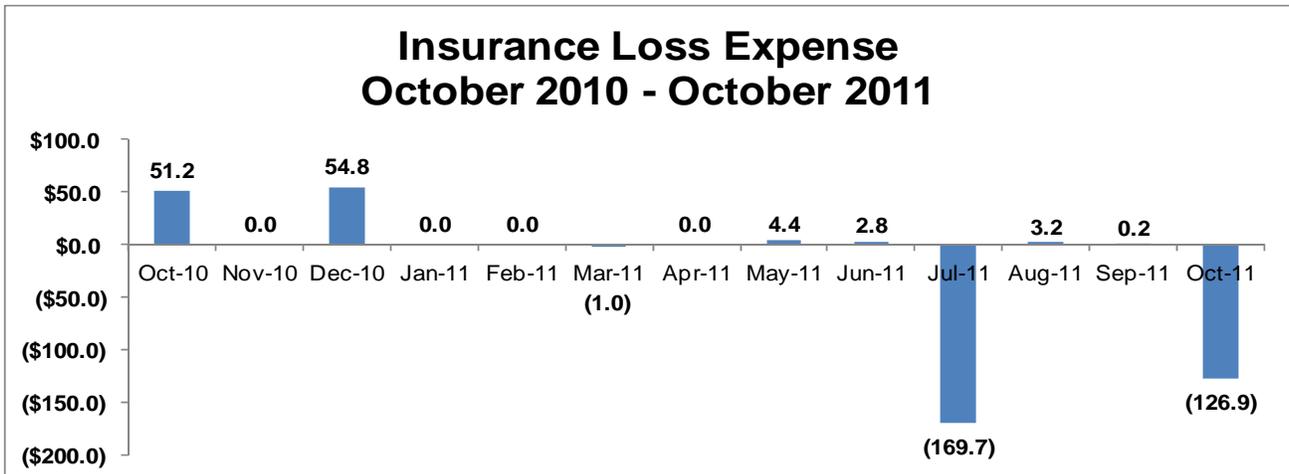


Figure 3



**INVESTMENT PORTFOLIO SUMMARY**  
**October 31, 2011**

<b>I. INVESTMENT PORTFOLIO BALANCE AND MARKET VALUE</b>					
	<b>Book Value</b>	<b>Market Value</b>	<b>Gain or (Loss)</b>	<b>% Market to Book Value</b>	<b>Weighted Average Yield</b>
Daily Treasury Account	\$ 592,720,000	\$ 592,720,000	\$ -	100.00%	0.02%
U.S. Treasury Notes	10,429,880,435	10,857,321,875	427,441,440	104.10%	2.11%
<b>Total</b>	<b>\$ 11,022,600,435</b>	<b>\$ 11,450,041,875</b>	<b>\$ 427,441,440</b>	<b>103.88%</b>	<b>2.00%</b>
<b>II. INVESTMENT PORTFOLIO SUMMARY</b>					
	<b>Last Month</b>	<b>Current Month</b>	<b>CY To Date</b>	<b>CY 11 Projections</b>	
Investment Yield	2.08%	2.00%	2.11%	2.14%	
Investment Income	\$ 18,359,774	\$ 18,664,709	\$ 189,231,835	\$ 229,200,000	
Income Budgeted (1/1/11)	\$ 19,100,000	\$ 19,100,000	\$ 191,000,000	\$ 229,200,000	
Income/Budgeted Ratio	96.1%	97.7%	99.1%		
Weighted Avg. Maturity in Days	1,146	1,148			
<b>III. MONTHLY ACTIVITY</b>					
<b>Purchased</b>	<b>Type</b>	<b>Amount</b>	<b>Maturity</b>	<b>Yield</b>	
10/28/2011	T-Note	\$ 100,000,000	10/31/2016	1.121%	
10/28/2011	T-Note	\$ 100,000,000	11/30/2016	1.156%	
<b>TOTAL</b>		<b>\$ 200,000,000</b>			
<b>IV. MATURITY SCHEDULE (par value in millions)</b>					
Overnight	\$	593			
1 month - 6 months		750			
6 months - 1 year		750			
1 year - 2 years		1,600			
2 years - 3 years		1,850			
3 years - 4 years		1,870			
4 years - 5 years		1,950			
5 years - 10 years		1,400			
<b>TOTAL</b>	<b>\$</b>	<b>10,763</b>			