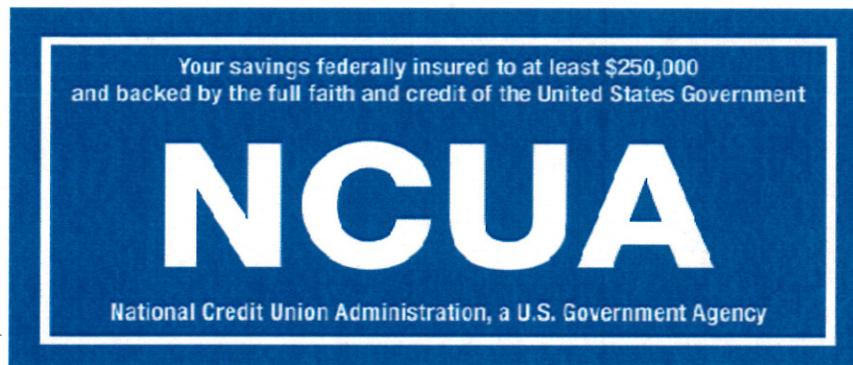


NATIONAL CREDIT UNION SHARE INSURANCE FUND



PRELIMINARY & UNAUDITED FINANCIAL HIGHLIGHTS June 30, 2013

Mary Ann Woodson

**MARY ANN WOODSON
CHIEF FINANCIAL OFFICER**

NATIONAL CREDIT UNION ADMINISTRATION
SHARE INSURANCE FUND

FINANCIAL HIGHLIGHTS
June 30, 2013

Balance Sheet:

Other - Insurance and Guarantee Program Liabilities (Reserves): Reserves are \$248.1 million as of June 30, 2013; \$36.1 million is for specific natural person credit unions, and \$212.0 million is for general reserves.

Statement of Net Cost:

For the month ended June 2013, the fund had a net income of \$115.9 million. The fund recognized gross revenues of \$16.6 million and total operating expenses of \$10.5 million. The fund recognized negative insurance loss expenses of \$109.8 million during the month of June 2013.

NATIONAL CREDIT UNION SHARE INSURANCE FUND

PRELIMINARY AND UNAUDITED BALANCE SHEETS

As of June 30, 2013
(Dollars in thousands)

	June 2013	May 2013	June 2012
ASSETS			
INTRAGOVERNMENTAL			
Fund Balance with Treasury	\$ 1,551	\$ 501	\$ 515
Investments, Net U.S. Treasury Securities	10,998,718	11,126,711	11,119,188
Accounts Receivable - Note due from the National Credit Union Administration Operating Fund	13,745	13,856	15,086
Accounts Receivable, Other	2,021	187	889
Accrued Interest Receivable, Investments	70,412	48,211	76,950
Total Intragovernmental Assets	<u>11,086,447</u>	<u>11,189,466</u>	<u>11,212,628</u>
PUBLIC			
Accounts Receivable - Capitalization Deposits from Insured Credit Unions, Net	-	15	26
General Property, Plant, and Equipment, Net	-	-	8
Notes Receivable, Net	231,106	232,464	70,000
Accrued Interest Receivable	332	704	237
Advances	-	-	-
Other - Receivable from Asset Management Estates, Net	169,824	162,344	272,865
Total Public Assets	<u>401,262</u>	<u>395,527</u>	<u>343,136</u>
TOTAL ASSETS	<u>\$ 11,487,709</u>	<u>\$ 11,584,993</u>	<u>\$ 11,555,764</u>
LIABILITIES			
INTRAGOVERNMENTAL			
Accounts Payable - Due to the National Credit Union Administration Operating Fund	\$ 14	\$ 660	\$ -
Accounts Payable - Due to the Temporary Corporate Credit Union Stabilization Fund	1,698	386	65
Total Intragovernmental Liabilities	<u>1,712</u>	<u>1,046</u>	<u>65</u>
PUBLIC			
Accounts Payable	990	1,234	49
Other - Insurance and Guarantee Program Liabilities (Reserves)	248,102	351,922	641,572
Total Public Liabilities	<u>249,092</u>	<u>353,156</u>	<u>641,621</u>
TOTAL LIABILITIES	<u>250,804</u>	<u>354,202</u>	<u>641,686</u>
NET POSITION			
Contributed Capital	8,394,151	8,393,940	7,952,570
Cumulative Result of Operations	2,842,754	2,836,851	2,961,508
Total Net Position	<u>11,236,905</u>	<u>11,230,791</u>	<u>10,914,078</u>
TOTAL LIABILITIES AND NET POSITION	<u>\$ 11,487,709</u>	<u>\$ 11,584,993</u>	<u>\$ 11,555,764</u>

NATIONAL CREDIT UNION SHARE INSURANCE FUND
PRELIMINARY AND UNAUDITED STATEMENTS OF NET COST
For the Periods Ending June 30, 2013
(Dollars in thousands)

	<u>June 2013</u>	<u>CY to Date June 2013</u>	<u>CY to Date June 2012</u>
GROSS COSTS			
OPERATING EXPENSES			
Employee Pay	\$ 5,666	\$ 37,041	\$ 36,959
Employee Benefits	2,021	13,505	11,518
Travel	1,003	6,927	7,462
Rent, Communications, and Utilities	233	1,274	1,529
Administrative Costs	716	3,344	3,798
Contracted Services	789	5,381	4,267
AMAC Expense	-	-	356
Training Expense	94	518	433
Leasing Expense	-	72	83
Other Insurance Expense	10	31	27
Total Operating Costs	<u>10,532</u>	<u>68,093</u>	<u>66,432</u>
INSURANCE LOSS EXPENSE	(109,818)	(79,303)	36,216
Total Gross Costs	<u>(99,286)</u>	<u>(11,210)</u>	<u>102,648</u>
LESS EXCHANGE REVENUES			
Interest Revenue on Note Receivable due from the National Credit Union Administration Operating Fund	(20)	(128)	(151)
Interest Revenue - Other	(278)	(1,762)	(600)
Other Revenue	(10)	(237)	(1,175)
Total Exchange Revenue	<u>(308)</u>	<u>(2,127)</u>	<u>(1,926)</u>
TOTAL NET COST/(INCOME) OF OPERATIONS	<u>(99,594)</u>	<u>(13,337)</u>	<u>100,722</u>
LESS NON-EXCHANGE REVENUES			
Investment Income	(16,330)	(99,288)	(106,235)
Total Non-Exchange Revenues	<u>(16,330)</u>	<u>(99,288)</u>	<u>(106,235)</u>
TOTAL NET COST/(INCOME) INCLUDING NON-EXCHANGE REVENUES	<u>\$ (115,924)</u>	<u>\$ (112,625)</u>	<u>\$ (5,513)</u>

NATIONAL CREDIT UNION SHARE INSURANCE FUND
PRELIMINARY AND UNAUDITED STATEMENTS OF NET POSITION
June 30, 2013
(Dollars in thousands)

NET POSITION BREAKDOWN	<u>June 2013</u>	<u>May 2013</u>	<u>June 2012</u>
CU Contributed Capital	\$ 8,394,151	\$ 8,393,940	\$ 7,952,570
Retained Earnings	2,709,805	2,593,881	2,538,473
Total Net Position without Unrealized Gain/(Loss)	<u>11,103,956</u>	<u>10,987,821</u>	<u>10,491,043</u>
Unrealized Gain/(Loss) - Investments	<u>132,949</u>	<u>242,970</u>	<u>423,035</u>
NET POSITION	<u>\$ 11,236,905</u>	<u>\$ 11,230,791</u>	<u>\$ 10,914,078</u>

Comparative Analysis of NCUSIF Ratios for June 2013

	June 2013	May 2013	June 2012
Investments/Total Assets	95.74%	96.04%	96.22%
Total Equity/Insured Shares (1)	1.27%	1.31%	1.26%
Available Assets Ratio	1.28%	1.28%	1.26%
Ins. Loss Exp./Insured Shares	-0.01%	0.00%	0.00%

Estimated Insured Shares as of June 30, 2013	876,131,179,197
Actual Insured Shares as of December 31, 2012	839,385,188,302
Actual Insured Shares as of June 30, 2012	834,267,557,427

(1) The June 2013 ratio is based on an estimated insured share level of \$876.1 billion at June 30, 2013, a 4.4% growth rate from the last reporting period. Collection of the 1% capatilization deposit adjustment associated with the share growth to be invoiced in September, would raise the equity ratio to 1.31%.

The May 2013 ratios are based on an actual insured share level of \$839.4 billion.

The June 2012 ratio is based on an actual insured share level of \$834.3 billion.

Figure 1

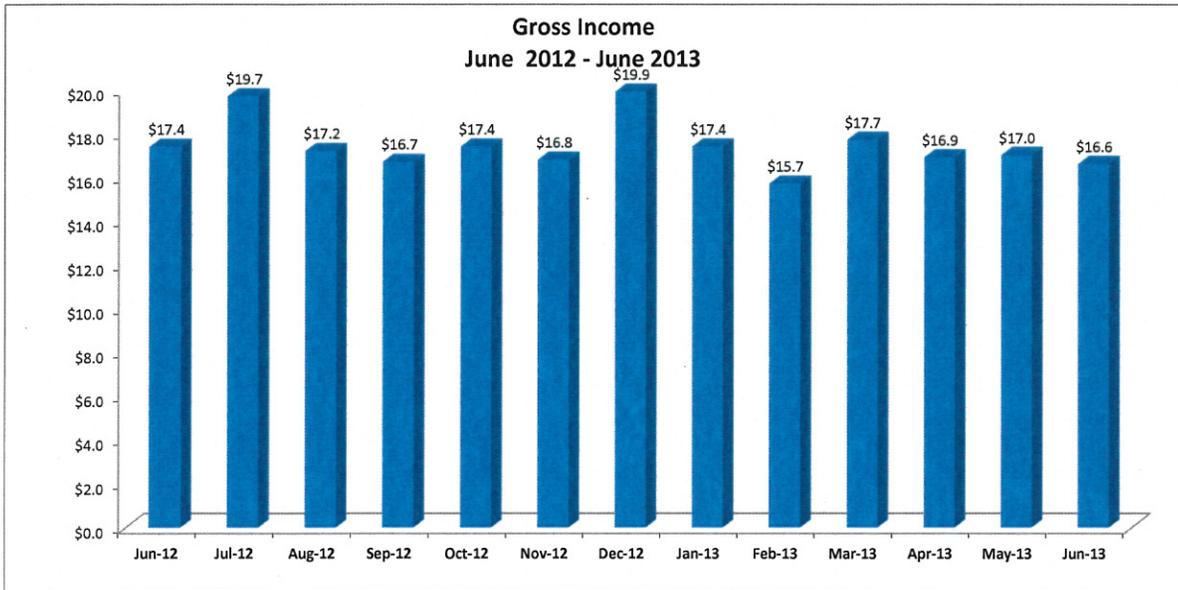


Figure 2

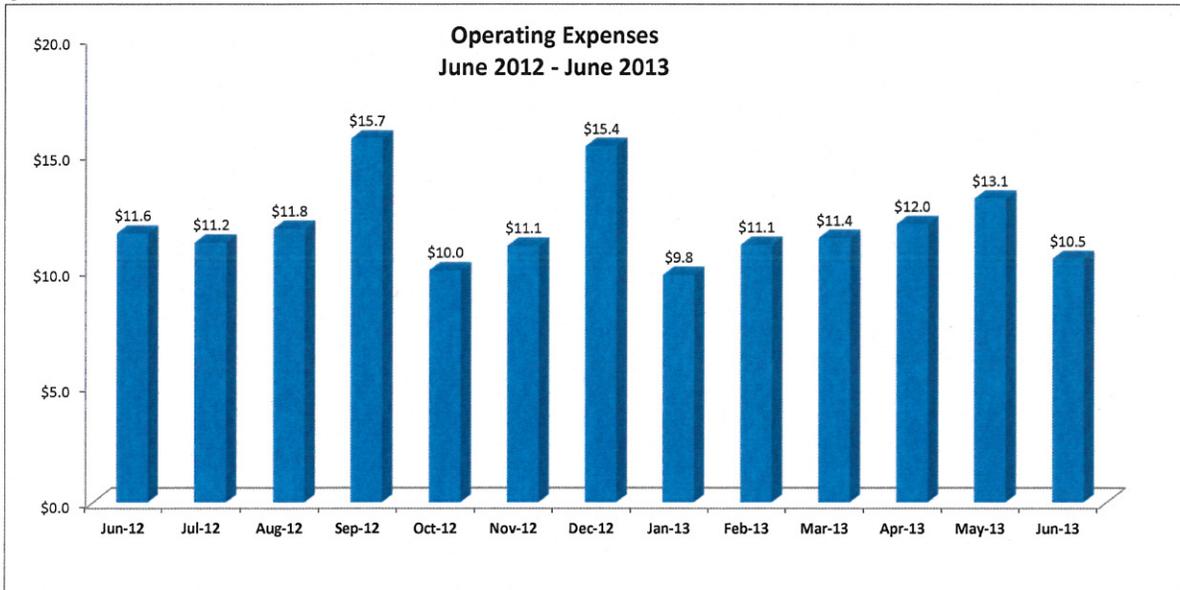
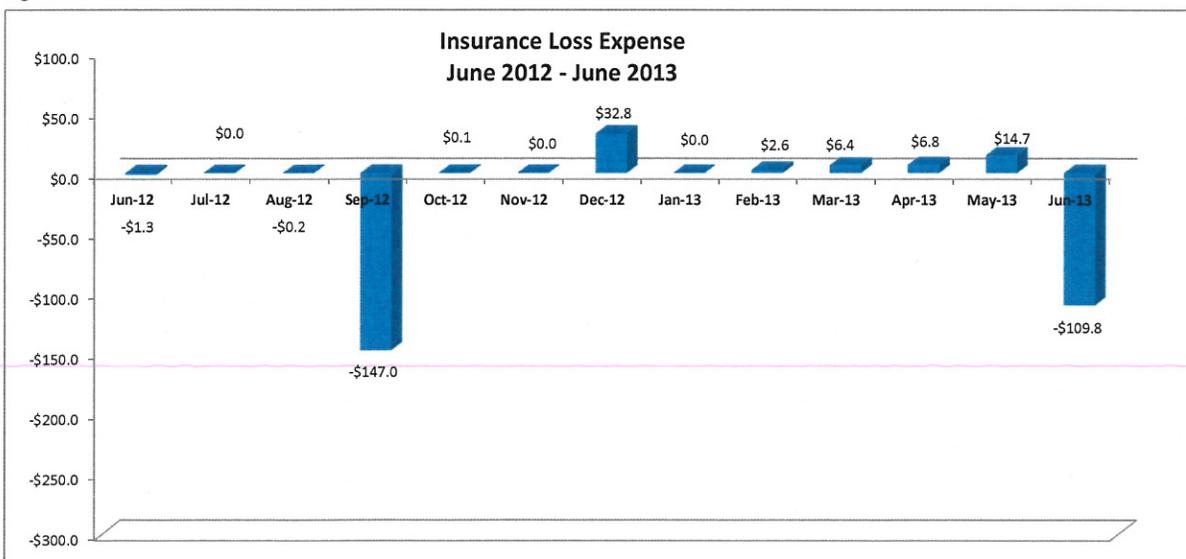


Figure 3



INVESTMENT PORTFOLIO SUMMARY
June 30, 2013

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	\$ 201,765,000	\$ 201,765,000	\$ -	100.00%	0.04%	
U.S. Treasury Notes	10,664,003,253	10,796,953,125	132,949,872	101.25%	1.86%	
Total	\$ 10,865,768,253	\$ 10,998,718,125	\$ 132,949,872	101.22%	1.83%	
II. INVESTMENT PORTFOLIO SUMMARY						
	Last Month	Current Month	CY To Date			
Investment Yield	1.79%	1.83%	1.84%			
Investment Income	\$ 16,561,163	\$ 16,329,679	\$ 99,288,715			
Weighted Avg. Maturity in Days	1,334	1,307				
III. MONTHLY ACTIVITY						
Purchased	Type	Amount	Maturity	Yield		
TOTAL		\$	-			
IV. MATURITY SCHEDULE (par value in millions)						
Overnight	\$	202				
1 month - 6 months		850				
6 months - 1 year		800				
1 year - 2 years		1,870				
2 years - 3 years		1,900				
3 years - 4 years		1,600				
4 years - 5 years		550				
5 years - 10 years		2,850				
TOTAL	\$	10,622				