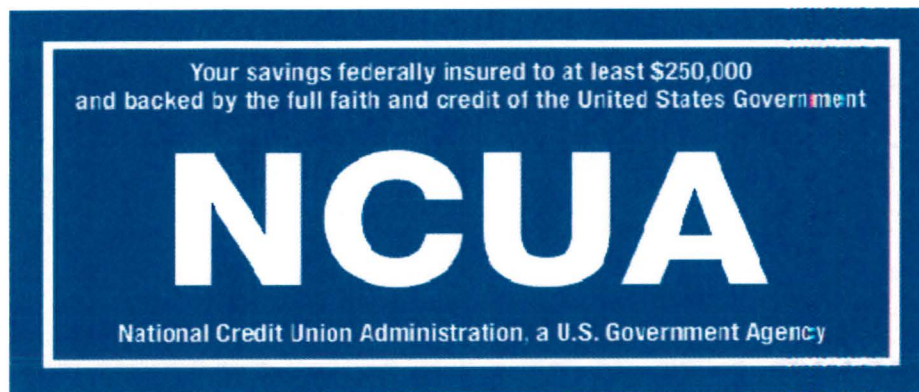


NATIONAL CREDIT UNION SHARE INSURANCE FUND



PRELIMINARY & UNAUDITED FINANCIAL HIGHLIGHTS March 31, 2014

Mary Ann Woodson

**MARY ANN WOODSON
CHIEF FINANCIAL OFFICER**

**NATIONAL CREDIT UNION
SHARE INSURANCE FUND**

**FINANCIAL HIGHLIGHTS
March 31, 2014**

Balance Sheet:

Other - Insurance and Guarantee Program Liabilities (Reserves): Reserves are \$227.5 million as of March 31, 2014; \$19.3 million is for specific natural person credit unions, and \$208.2 million is for general reserves.

Statement of Net Cost:

For the month ended March 31, 2014, the fund had net income of \$12.6 million. The fund recognized gross revenues of \$18.0 million and total operating expenses of \$15.5 million. The fund recognized a decrease in insurance loss expense of \$10.1 million during the month of March 2014.

NATIONAL CREDIT UNION SHARE INSURANCE FUND

PRELIMINARY AND UNAUDITED BALANCE SHEETS

As of March 31, 2014

(Dollars in thousands)

	<u>March 2014</u>	<u>February 2014</u>	<u>March 2013</u>
ASSETS			
INTRAGOVERNMENTAL			
Fund Balance with Treasury	\$ 500	\$ 500	\$ 504
Investments, Net U.S. Treasury Securities	11,142,345	11,311,362	11,094,690
Accounts Receivable - Note due from the National Credit Union Administration Operating Fund	12,739	12,851	14,080
Accounts Receivable - Due from the National Credit Union Administration Operating Fund	155	2,579	-
Accounts Receivable, Other	-	-	1,165
Accrued Interest Receivable, Investments	64,092	55,681	78,933
Total Intragovernmental Assets	<u>11,219,831</u>	<u>11,382,973</u>	<u>11,189,372</u>
PUBLIC			
Accounts Receivable - Capitalization Deposits from Insured Credit Unions, Net	83,152	-	130,208
Notes Receivable, Net	207,135	208,493	235,180
Accrued Interest Receivable	419	329	494
Advances	29	4	21
Other - Receivable from Asset Management Estates, Net	132,986	108,825	173,963
Total Public Assets	<u>423,721</u>	<u>317,651</u>	<u>539,866</u>
TOTAL ASSETS	<u>\$ 11,643,552</u>	<u>\$ 11,700,624</u>	<u>\$ 11,729,238</u>
LIABILITIES			
INTRAGOVERNMENTAL			
Accounts Payable - Due to the National Credit Union Administration Operating Fund	\$ 20	\$ 19	\$ 32
Accounts Payable - Due to the Temporary Corporate Credit Union Stabilization Fund	103	-	53
Other - Distribution Payable to the Temporary Corporate Credit Union Stabilization Fund	-	95,291	-
Total Intragovernmental Liabilities	<u>123</u>	<u>95,310</u>	<u>85</u>
PUBLIC			
Accounts Payable	93,950	758	926
Accounts Payable - Capitalization Deposit Refunds	-	-	55,141
Other - Insurance and Guarantee Program Liabilities (Reserves)	227,481	241,066	330,405
Total Public Liabilities	<u>321,431</u>	<u>241,824</u>	<u>386,472</u>
TOTAL LIABILITIES	<u>321,554</u>	<u>337,134</u>	<u>386,557</u>
NET POSITION			
Contributed Capital	8,663,014	8,661,393	8,395,350
Cumulative Result of Operations	2,658,984	2,702,097	2,947,331
Total Net Position	<u>11,321,998</u>	<u>11,363,490</u>	<u>11,342,681</u>
TOTAL LIABILITIES AND NET POSITION	<u>\$ 11,643,552</u>	<u>\$ 11,700,624</u>	<u>\$ 11,729,238</u>

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

	<u>March 2014</u>	<u>CY to Date March 2014</u>	<u>CY to Date March 2013</u>
GROSS COSTS			
OPERATING EXPENSES			
Employee Pay	\$ 7,414	\$ 23,612	\$ 18,416
Employee Benefits	2,807	8,580	6,672
Travel	1,475	3,105	2,775
Rent, Communications, and Utilities	441	688	585
Administrative Costs	1,123	2,269	1,480
Contracted Services	2,111	3,255	2,189
Training Expense	56	111	130
Leasing Expense	36	36	72
Other Insurance Expense	6	6	11
Total Operating Costs	<u>15,469</u>	<u>41,662</u>	<u>32,330</u>
INSURANCE LOSS EXPENSE	(10,079)	10,336	8,997
Total Gross Costs	<u>5,390</u>	<u>51,998</u>	<u>41,327</u>
LESS EXCHANGE REVENUES			
Interest Revenue on Note Receivable due from the National Credit Union Administration Operating Fund	(20)	(58)	(64)
Interest Revenue - Other	(254)	(772)	(884)
Other Revenue	(1)	(2)	(73)
Total Exchange Revenue	<u>(275)</u>	<u>(832)</u>	<u>(1,021)</u>
TOTAL NET COST/(INCOME) OF OPERATIONS	<u>5,115</u>	<u>51,166</u>	<u>40,306</u>
LESS NON-EXCHANGE REVENUES			
Investment Income	(17,673)	(50,878)	(49,754)
Total Non-Exchange Revenues	<u>(17,673)</u>	<u>(50,878)</u>	<u>(49,754)</u>
TOTAL NET COST/(INCOME) INCLUDING NON-EXCHANGE REVENUES	<u>\$ (12,558)</u>	<u>\$ 288</u>	<u>\$ (9,448)</u>

Figure 1

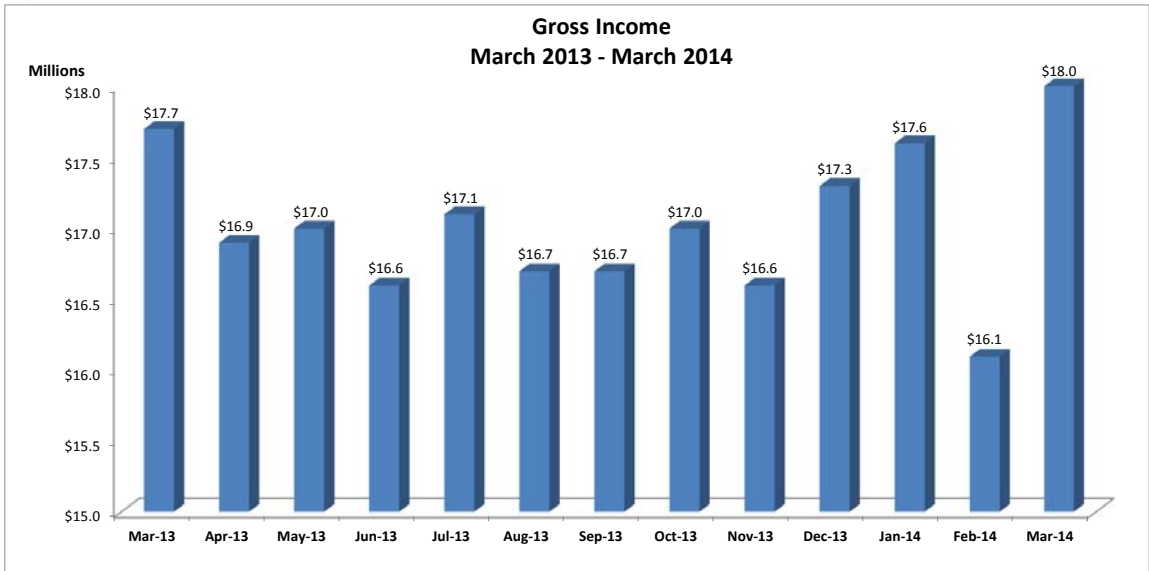


Figure 2

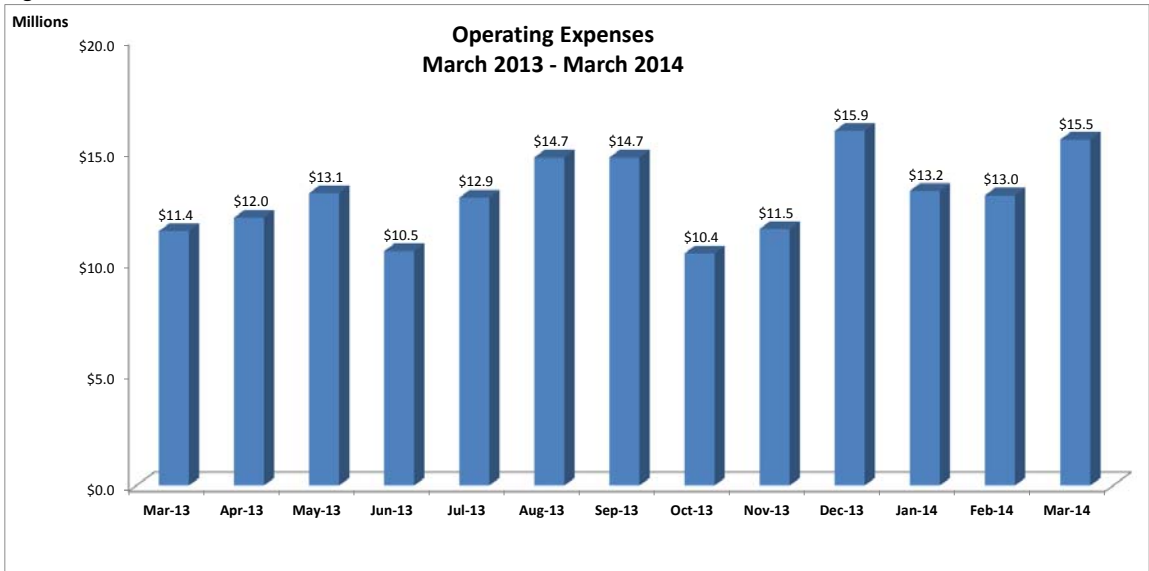
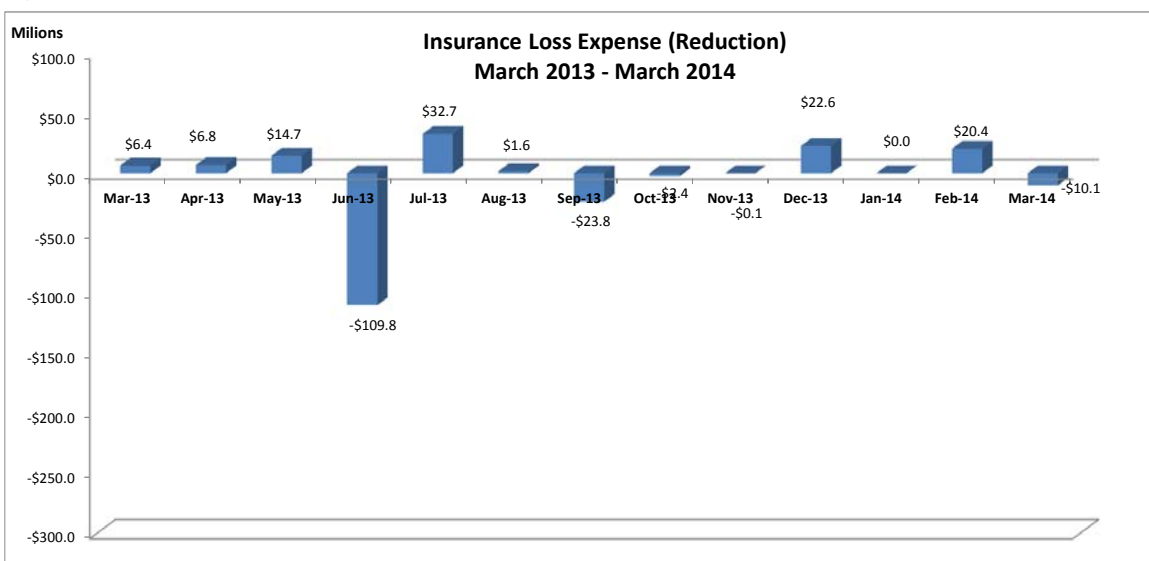


Figure 3



INVESTMENT PORTFOLIO SUMMARY
March 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	\$ 299,189,000	\$ 299,189,000	\$ -	100.00%	0.05%	
U.S. Treasury Notes	10,788,914,442	10,843,156,251	54,241,809	100.50%	1.90%	
Total	\$ 11,088,103,442	\$ 11,142,345,251	\$ 54,241,809	100.49%	1.85%	
II. INVESTMENT PORTFOLIO SUMMARY						
	Last Month	Current Month	CY To Date			
Investment Yield	1.84%	1.85%	1.84%			
Investment Income	\$ 15,907,784	\$ 17,673,252	\$ 50,878,031			
Weighted Avg. Maturity in Days	1,417	1,401				
III. MONTHLY ACTIVITY						
Purchased	Type	Amount	Maturity	Yield		
		None				
TOTAL		\$ -				
IV. MATURITY SCHEDULE (par value in millions)						
Overnight	\$	299				
1 month - 6 months		800				
6 months - 1 year		920				
1 year - 2 years		1,900				
2 years - 3 years		1,900				
3 years - 4 years		700				
4 years - 5 years		750				
5 years - 10 years		3,650				
TOTAL	\$	10,919				