

# CENTRAL LIQUIDITY FACILITY (CLF)



## PRELIMINARY & UNAUDITED FINANCIAL HIGHLIGHTS

May 31, 2016



**J. OWEN COLE, JR.**  
**CLF PRESIDENT**

**NATIONAL CREDIT UNION ADMINISTRATION  
CENTRAL LIQUIDITY FACILITY**

**MANAGEMENT OVERVIEW**

**May 31, 2016**

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**Balance Sheet**

Assets: Interest receivable consists of investments in U.S. Treasury securities.

Current Liabilities: Estimated dividends payable for Regular members were \$184 thousand in May 2016.

Equity: As of May 31, 2016, year to date net income of \$705 thousand has been reserved for retained earnings.

**Statements of Revenues, Expenses, and Changes in Fund Balance**

Investment Income: Investment earnings for the month totaled \$270 thousand or current month's annualized yield of 1.2%. This is consistent with prior month's annualized yield.

Expense: Operating expenses for the month were \$46 thousand.

Net Income: Net income before dividends was \$224 thousand for the month which is slightly higher than prior month.

**Borrowing Authority, Investment Activity, Membership and Loans**

Borrowing Authority: As of May 31, 2016 and December 31, 2015, CLF's statutory borrowing authority was \$6.1 billion and \$5.6 billion, respectively.

Investment Purchases: \$14,000,000

Maturities of Treasury Notes: \$0

Outstanding Investments (Treasury securities listed at book value): U.S. Treasury Notes \$259,465,451 and U.S. Treasury Cash \$9,166,719.

Regular Membership: 265

Loans: \$0, Borrowing Activity: \$0.

**NATIONAL CREDIT UNION ADMINISTRATION CENTRAL LIQUIDITY FACILITY**

**BALANCE SHEETS**

**As of May 31, 2016 and 2015**

**(Dollars in thousands)**

|   | <u>May 2016</u>   | <u>May 2015</u>   |
|---|-------------------|-------------------|
| <b>ASSETS</b>                               |                   |                   |
| Cash and Cash Equivalents                   | \$ 10,234         | \$ 6,417          |
| Investments, Net U.S. Treasury Securities   | 260,219           | 233,750           |
| Accounts Receivable                         | -                 | 814               |
| Accrued Interest Receivable - Investments   | <u>718</u>        | <u>651</u>        |
| <b>TOTAL ASSETS</b>                         | <u>\$ 271,171</u> | <u>\$ 241,632</u> |
| <b>LIABILITIES</b>                          |                   |                   |
| Accounts Payable                            | \$ 133            | \$ 144            |
| Dividends Payable                           | 184               | 83                |
| Regular Member Deposits - Liquidity Reserve | 983               | 1,108             |
| Other Liabilities                           | <u>-</u>          | <u>814</u>        |
| <b>TOTAL LIABILITIES</b>                    | <u>1,300</u>      | <u>2,149</u>      |
| <b>MEMBERS' EQUITY</b>                      |                   |                   |
| Capital Stock Regular Members               | 239,231           | 210,497           |
| Retained Earnings Prior Year                | 29,936            | 28,477            |
| Retained Earnings Current Year              | <u>705</u>        | <u>509</u>        |
| <b>TOTAL MEMBERS' EQUITY</b>                | <u>269,871</u>    | <u>239,483</u>    |
| <b>TOTAL LIABILITIES AND EQUITY</b>         | <u>\$ 271,171</u> | <u>\$ 241,632</u> |

The balances in the statement above are preliminary and unaudited

**NATIONAL CREDIT UNION ADMINISTRATION CENTRAL LIQUIDITY FACILITY**  
**STATEMENTS OF OPERATIONS**  
**For the Periods Ended May 31, 2016 and 2015**  
**(Dollars in thousands)**

|                                     | <b>May 2016</b> | <b>Year-to-Date<br/>May 2016</b> | <b>Year-to-Date<br/>May 2015</b> |
|-------------------------------------|-----------------|----------------------------------|----------------------------------|
| <b>REVENUES</b>                     |                 |                                  |                                  |
| Investment Income                   | \$ 270          | \$ 1,252                         | \$ 951                           |
| Total Revenues                      | 270             | 1,252                            | 951                              |
| <b>EXPENSES</b>                     |                 |                                  |                                  |
| Employee wages and benefits, net    | 39              | 193                              | 205                              |
| Rent, communications, and utilities | 1               | 4                                | 4                                |
| Other                               | 6               | 29                               | 24                               |
| Total Operating Expenses            | 46              | 226                              | 233                              |
| <b>NET INCOME BEFORE DIVIDENDS</b>  | 224             | 1,026                            | 717                              |
| Dividends Accrued                   | 138             | 321                              | 208                              |
| <b>NET INCOME</b>                   | \$ 86           | \$ 705                           | \$ 509                           |

The balances in the statement above are preliminary and unaudited

**NATIONAL CREDIT UNION ADMINISTRATION CENTRAL LIQUIDITY FACILITY**

**DIVIDENDS, RATIOS AND SHARES OUTSTANDING**

| <b>DIVIDEND RATES:</b>       | <u>2016</u> | <u>2015</u> | <u>2014</u> |
|------------------------------|-------------|-------------|-------------|
| Dividend Rate First Quarter  | 0.25%       | 0.25%       | 0.25%       |
| Dividend Rate Second Quarter | -           | 0.25%       | 0.25%       |
| Dividend Rate Third Quarter  | -           | 0.25%       | 0.25%       |
| Dividend Rate Fourth Quarter | -           | 0.25%       | 0.25%       |

| <b>SELECTED RATIOS:</b>                     | <u>5/31/2016</u> | <u>5/31/2015</u> |
|---|------------------|------------------|
| Stock & Retained Earnings/Total Assets      | 99.52%           | 99.11%           |
| Loans/Total Assets                          | 0.00%            | 0.00%            |
| Loans/Stock & Retained Earnings             | 0.00%            | 0.00%            |
| Total Liabilities/Stock & Retained Earnings | 0.48%            | 0.89%            |

| <b>OPERATIONS:</b>                     | <u>5/31/2016</u><br><u>Month</u> | <u>5/31/2016</u><br><u>YTD</u> | <u>5/31/2015</u><br><u>YTD</u> |
|--|----------------------------------|--------------------------------|--------------------------------|
| Total Operating Expenses/Total Revenue | 17.03%                           | 18.02%                         | 24.52%                         |
| Net Income(before Divds)/Total Revenue | 82.97%                           | 81.91%                         | 75.43%                         |
| Loan/Total Revenue                     | 0.00%                            | 0.00%                          | 0.00%                          |

**CAPITAL STOCK:**

Required (\$50 par value; authorized: 9,569,224 shares; issued and outstanding: 4,784,612 shares)

The balances in the supplement above are preliminary and unaudited