

CENTRAL LIQUIDITY FACILITY (CLF)



PRELIMINARY & UNAUDITED FINANCIAL HIGHLIGHTS

February 28, 2017



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CLF PRESIDENT

**NATIONAL CREDIT UNION ADMINISTRATION
CENTRAL LIQUIDITY FACILITY**

MANAGEMENT OVERVIEW

February 28, 2017

Balance Sheet

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

Current Liabilities: Dividend expenses for Regular members were \$176 thousand in February 2017.

Other Liabilities: Other liabilities include pending redemption of \$302 thousand that was reclassified from capital stock.

Equity: As of February 28, 2017, year to date net income of \$187 thousand has been reserved for retained earnings.

Statements of Revenues, Expenses, and Changes in Fund Balance

Investment Income: Investment earnings for the month totaled \$278 thousand or current month's average yield of 1.3%. This is consistent with prior month's average yield.

Expense: Operating expenses for the month were \$49 thousand.

Net Income: Net income before dividends was \$229 thousand for the month which is slightly lower than last month.

Borrowing Authority, Investment Activity, Membership and Loans

Borrowing Authority: As of February 28, 2017 and February 29, 2016, CLF's statutory borrowing authority was \$6.2 billion and \$5.6 billion, respectively.

Investment Purchases: \$5,500,000.

Maturities of Treasury Notes: \$4,000,000.

Outstanding Investments (Treasury securities listed at carrying amount): U.S. Treasury Notes \$268,487,622 and U.S. Treasury Cash \$4,088,899.

Regular Membership: 270.

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

NATIONAL CREDIT UNION ADMINISTRATION CENTRAL LIQUIDITY FACILITY

BALANCE SHEETS

As of February 28, 2017 and February 29, 2016

(Dollars in thousands)

	<u>February 2017</u>	<u>February 2016</u>
ASSETS		
Cash and Cash Equivalents	\$ 5,689	\$ 10,305
Investments, Net U.S. Treasury Securities	268,488	239,968
Accounts Receivable -Investments	-	-
Accrued Interest Receivable - Investments	<u>686</u>	<u>534</u>
TOTAL ASSETS	<u><u>\$ 274,863</u></u>	<u><u>\$ 250,806</u></u>
LIABILITIES		
Accounts Payable	\$ 158	\$ 83
Dividends Payable	277	92
Regular Member Deposits - Liquidity Reserve	1,857	1,445
Other Liabilities	<u>302</u>	<u>38</u>
TOTAL LIABILITIES	<u>2,594</u>	<u>1,659</u>
MEMBERS' EQUITY		
Capital Stock Regular Members	240,522	218,917
Retained Earnings Prior Year	31,560	29,936
Retained Earnings Current Year	<u>187</u>	<u>296</u>
TOTAL MEMBERS' EQUITY	<u>272,269</u>	<u>249,148</u>
TOTAL LIABILITIES AND EQUITY	<u><u>\$ 274,863</u></u>	<u><u>\$ 250,806</u></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 February 28, 2017 and February 29, 2016

(Dollars in thousands)

	<u>February 2017</u>	<u>Year-to-Date February 2017</u>	<u>Year-to-Date February 2016</u>
REVENUES			
Investment Income	\$ 278	\$ 579	\$ 476
Total Revenues	<u>278</u>	<u>579</u>	<u>476</u>
EXPENSES			
Employee wages and benefits, net	42	98	76
Rent, communications, and utilities	-	4	1
Other	<u>7</u>	<u>13</u>	<u>11</u>
Total Expenses	<u>49</u>	<u>115</u>	<u>88</u>
NET INCOME BEFORE DIVIDENDS	<u>229</u>	<u>464</u>	<u>388</u>
 Dividends Accrued	 <u>176</u>	 <u>277</u>	 <u>92</u>
NET INCOME	<u>\$ 53</u>	<u>\$ 187</u>	<u>\$ 296</u>

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NATIONAL CREDIT UNION ADMINISTRATION CENTRAL LIQUIDITY FACILITY

DIVIDENDS, RATIOS AND SHARES OUTSTANDING

DIVIDEND RATES:	<u>2016</u>	<u>2015</u>	<u>2014</u>
Dividend Rate First Quarter	0.25%	0.25%	0.25%
Dividend Rate Second Quarter	0.50%	0.25%	0.25%
Dividend Rate Third Quarter	0.50%	0.25%	0.25%
Dividend Rate Fourth Quarter	0.50%	0.25%	0.25%

SELECTED RATIOS:	<u>2/28/2017</u>	<u>2/29/2016</u>
Stock & Retained Earnings/Total Assets	99.06%	99.34%
Loans/Total Assets	0.00%	0.00%
Loans/Stock & Retained Earnings	0.00%	0.00%
Total Liabilities/Stock & Retained Earnings	0.95%	0.67%

OPERATIONS:	<u>2/28/2017</u> <u>Month</u>	<u>2/28/2017</u> <u>YTD</u>	<u>2/29/2016</u> <u>YTD</u>
Total Operating Expenses/Total Revenue	17.60%	19.79%	18.48%
Net Income(before Divds)/Total Revenue	82.40%	80.21%	81.52%
Loan/Total Revenue	0.00%	0.00%	0.00%

CAPITAL STOCK:

Required (\$50 par value; authorized: 9,620,898 shares; issued and outstanding: 4,810,449 shares)

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