

CENTRAL LIQUIDITY FACILITY (CLF)



PRELIMINARY & UNAUDITED FINANCIAL HIGHLIGHTS January 31, 2021

ANTHONY
CAPPETTA

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ANTHONY CAPPETTA
CLF VICE PRESIDENT

**NATIONAL CREDIT UNION ADMINISTRATION
CENTRAL LIQUIDITY FACILITY**

**MANAGEMENT OVERVIEW
January 31, 2021**

Balance Sheet

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

Current Liabilities: Dividend & Interest expenses for the month were \$128 thousand in January 2021.

Other Liabilities: Other liabilities were \$0 in January 2021.

Capital Stock includes \$418 million from corporate credit unions that joined the CLF as Agent Members.

Retained Earnings include year to date net income of \$228 thousand.

Statements of Revenues, Expenses, and Changes in Fund Balance

Investment Income: Investment earnings for the month totaled \$441 thousand or current month's average yield of 0.49%. This is consistent with prior month's average yield.

Expense: Operating expenses for the month were \$86 thousand.

Net Income: Net income before dividends was \$355 thousand for the month which is similar to prior month.

Borrowing Authority, Investment Activity, Membership and Loans

Borrowing Authority: As of January 31, 2021 and January 31, 2020, CLF's statutory borrowing authority were as follows:

(Dollars in billions)	January 31, 2021	January 31, 2020
Under Statutory Borrowing Authority		
12 times Capital Stock and Surplus	\$25.2B	\$7.4B
During CARES Act Period*		
16 times Capital Stock and Surplus	\$33.6B	n/a

Investment Purchases: \$0.

Maturities of Treasury Notes: \$14,00,000.00.

Outstanding Investments (Treasury securities listed at carrying amount): U.S. Treasury Notes \$615,728,563, and U.S. Treasury Cash \$455,673,101.

Regular Membership: 347. Agent Membership: 11.

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

*The Coronavirus Aid, Relief, and Economic Security Act ("CARES Act") spans from the date it was signed into law until the date it sunsets (March 27, 2020 through December 31, 2021).

NATIONAL CREDIT UNION ADMINISTRATION CENTRAL LIQUIDITY FACILITY

BALANCE SHEETS

As of January 31, 2021 and January 31, 2020

(Dollars in thousands)

	<u>January 2021</u>	<u>January 2020</u>
ASSETS		
Cash and Cash Equivalents	\$ 455,673	\$ 21,893
Investments, Net U.S. Treasury Securities	615,729	308,532
Accrued Interest Receivable - Investments	<u>1,406</u>	<u>1,178</u>
TOTAL ASSETS	<u>\$ 1,072,807</u>	<u>\$ 331,603</u>
LIABILITIES		
Accounts Payable	\$ 183	\$ 155
Dividends & Interest Payable	128	370
Regular Member Deposits - Liquidity Reserve	4,186	6,762
Other Liabilities	<u>-</u>	<u>477</u>
TOTAL LIABILITIES	<u>4,497</u>	<u>7,763</u>
MEMBERS' EQUITY		
Capital Stock Regular Members	612,858	288,791
Capital Stock Agent Members	417,811	-
Retained Earnings Prior Year	37,414	34,960
Retained Earnings Current Year	<u>228</u>	<u>89</u>
TOTAL MEMBERS' EQUITY	<u>1,068,310</u>	<u>323,840</u>
TOTAL LIABILITIES AND EQUITY	<u>\$ 1,072,807</u>	<u>\$ 331,603</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 January 31, 2021 and January 31, 2020
(Dollars in thousands)

	<u>January 2021</u>	<u>Year-to-Date January 2021</u>	<u>Year-to-Date January 2020</u>
REVENUES			
Investment Income	\$ 441	\$ 441	\$ 536
Other Income	<u>-</u>	<u>-</u>	<u>-</u>
Total Revenues	<u>441</u>	<u>441</u>	<u>536</u>
EXPENSES			
Employee wages and benefits, net	63	63	61
Rent, communications, and utilities	2	2	1
Other	<u>21</u>	<u>21</u>	<u>15</u>
Total Operating Expenses	<u>86</u>	<u>86</u>	<u>78</u>
NET INCOME BEFORE DIVIDENDS & INTERESTS	<u>355</u>	<u>355</u>	<u>458</u>
Dividends & Interests	<u>128</u>	<u>128</u>	<u>370</u>
NET INCOME	<u>\$ 228</u>	<u>\$ 228</u>	<u>\$ 89</u>

The balances in the statement above are preliminary and unaudited

NATIONAL CREDIT UNION ADMINISTRATION CENTRAL LIQUIDITY FACILITY

DIVIDENDS, RATIOS AND SHARES OUTSTANDING

DIVIDEND RATES:	2020	2019	2018
Dividend Rate First Quarter	0.75%	1.50%	1.00%
Dividend Rate Second Quarter	0.50%	1.50%	1.25%
Dividend Rate Third Quarter	0.25%	1.75%	1.25%
Dividend Rate Fourth Quarter	0.15%	1.75%	1.50%

SELECTED RATIOS:	1/31/2021	1/31/2020
Stock & Retained Earnings/Total Assets	99.58%	97.65%
Loans/Total Assets	0.00%	0.00%
Loans/Stock & Retained Earnings	0.00%	0.00%
Total Liabilities/Stock & Retained Earnings	0.42%	2.40%

	1/31/2021	1/31/2021	1/31/2020
	Month	YTD	YTD
Total Operating Expenses/Total Revenue	19.38%	19.38%	13.81%
Net Income(before Divds)/Total Revenue	80.35%	80.35%	83.90%
Loan/Total Revenue	0.00%	0.00%	0.00%

CAPITAL STOCK:

Required (\$50 par value; authorized: 41,226,754 shares; issued and outstanding: 20,613,377 shares)

The information in the supplement above are preliminary and unaudited