

CENTRAL LIQUIDITY FACILITY (CLF)



PRELIMINARY & UNAUDITED FINANCIAL HIGHLIGHTS July 31, 2021

ANTHONY
CAPPETTA

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ANTHONY CAPPETTA
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ANTHONY CAPPETTA
CLF VICE PRESIDENT

**NATIONAL CREDIT UNION ADMINISTRATION
CENTRAL LIQUIDITY FACILITY**

**MANAGEMENT OVERVIEW
July 31, 2021**

Balance Sheet

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

Current Liabilities: Dividend & Interest expenses for the month were \$140 thousand in July 2021.

Capital Stock includes \$416 million from corporate credit unions that joined the CLF as Agent Members.

Retained Earnings include year to date net income of \$1,249 thousand.

Statements of Revenues, Expenses, and Changes in Fund Balance

Investment Income: Investment earnings for the month totaled \$391 thousand or current month’s average yield of 0.40%. This is consistent with prior month’s average yield.

Expense: Operating expenses for the month were \$78 thousand.

Net Income: Net income before dividends was \$314 thousand for the month which is similar to prior month.

Borrowing Authority, Investment Activity, Membership and Loans

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

(Dollars in billions)	July 31, 2021	July 31, 2020
Under Statutory Borrowing Authority		
12 times Capital Stock and Surplus	\$27.0B	\$21.7B
During CARES Act Period*		
16 times Capital Stock and Surplus	\$36.0B	\$28.9B

Investment Purchases: \$0.

Maturities of Treasury Notes: \$27,000,000.

Outstanding Investments (Treasury securities listed at carrying amount): U.S. Treasury Notes \$782,984,025, and U.S. Treasury Cash \$361,839,805.

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 on March 27, 2020 and the Consolidated Appropriations Act (CAA) extends the ending date through December 31, 2021.

NATIONAL CREDIT UNION ADMINISTRATION CENTRAL LIQUIDITY FACILITY

BALANCE SHEETS

As of July 31, 2021 and July 31, 2020

(Dollars in thousands)

	<u>July 2021</u>	<u>July 2020</u>
ASSETS		
Cash and Cash Equivalents	\$ 361,840	\$ 8,928
Investments, Net U.S. Treasury Securities	782,984	916,793
Accrued Interest Receivable - Investments	<u>1,204</u>	<u>1,074</u>
TOTAL ASSETS	<u><u>\$ 1,146,028</u></u>	<u><u>\$ 926,795</u></u>
LIABILITIES		
Accounts Payable	\$ 176	\$ 151
Dividends & Interest Payable	140	183
Regular Member Deposits - Liquidity Reserve	2,402	3,709
Other Liabilities	<u>-</u>	<u>119</u>
TOTAL LIABILITIES	<u>2,718</u>	<u>4,162</u>
MEMBERS' EQUITY		
Capital Stock Regular Members	688,983	468,260
Capital Stock Agent Members	415,664	418,114
Retained Earnings Prior Year	37,414	34,960
Retained Earnings Current Year	<u>1,249</u>	<u>1,299</u>
TOTAL MEMBERS' EQUITY	<u>1,143,310</u>	<u>922,633</u>
TOTAL LIABILITIES AND EQUITY	<u><u>\$ 1,146,028</u></u>	<u><u>\$ 926,795</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 July 31, 2021 and July 31, 2020
(Dollars in thousands)

	July 2021	Year-to-Date July 2021	Year-to-Date July 2020
REVENUES			
Investment Income	\$ 391	\$ 2,719	\$ 3,296
Total Revenues	391	2,719	3,296
EXPENSES			
Employee wages and benefits, net	65	444	384
Rent, communications, and utilities	2	14	15
Other	11	83	94
Total Operating Expenses	78	541	493
NET INCOME BEFORE DIVIDENDS & INTERESTS	313	2,178	2,803
Dividends & Interests	140	929	1,504
NET INCOME	\$ 173	\$ 1,249	\$ 1,299

The balances in the statement above are preliminary and unaudited

NATIONAL CREDIT UNION ADMINISTRATION CENTRAL LIQUIDITY FACILITY

DIVIDENDS, RATIOS AND SHARES OUTSTANDING

DIVIDEND RATES:	2021	2020	2019
Dividend Rate First Quarter	0.15%	0.75%	1.50%
Dividend Rate Second Quarter	0.15%	0.50%	1.50%
Dividend Rate Third Quarter		0.25%	1.75%
Dividend Rate Fourth Quarter		0.15%	1.75%

SELECTED RATIOS:	7/31/2021	7/31/2020
Stock & Retained Earnings/Total Assets	99.76%	99.55%
Loans/Total Assets	0.00%	0.00%
Loans/Stock & Retained Earnings	0.00%	0.00%
Total Liabilities/Stock & Retained Earnings	0.24%	0.45%

	7/31/2021	7/31/2021	7/31/2020
	Month	YTD	YTD
Total Operating Expenses/Total Revenue	19.00%	19.03%	14.32%
Net Income(before Divs)/Total Revenue	80.09%	80.03%	84.51%
Loan/Total Revenue	0.00%	0.00%	0.00%

CAPITAL STOCK:

Required (\$50 par value; authorized: 44,185,864 shares; issued and outstanding: 22,092,932 shares)