

CENTRAL LIQUIDITY FACILITY (CLF)



PRELIMINARY & UNAUDITED FINANCIAL HIGHLIGHTS

June 30, 2017

J. OWEN COLE, JR.
CLF PRESIDENT

**NATIONAL CREDIT UNION ADMINISTRATION
CENTRAL LIQUIDITY FACILITY**

MANAGEMENT OVERVIEW

June 30, 2017

Balance Sheet

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

Current Liabilities: Dividends payable of \$470 thousand represents the second quarter-to-date dividends to be paid in July. Dividend expenses for the month were \$156.

Equity: As of June 30, 2017, year-to-date net income of \$614 thousand has been reserved for retained earnings.

Statements of Revenues, Expenses, and Changes in Fund Balance

Investment Income: Investment earnings for the month totaled \$333 thousand or current month's average yield of 1.4%. This is similar to prior month's average yield.

Expense: Operating expenses for the month were \$58 thousand.

Net Income: Net income before dividends was \$275 thousand for the month which is similar to last month.

Borrowing Authority, Investment Activity, Membership and Loans

Borrowing Authority: As of June 30, 2017 and June 30, 2016, CLF's statutory borrowing authority were \$6.6 billion and \$6.1 billion, respectively.

Investment Purchases: \$0.

Maturities of Treasury Notes: \$3,000,000.

Outstanding Investments (Treasury securities listed at carrying amount): U.S. Treasury Notes \$281,038,493 and U.S. Treasury Cash \$9,506,383.

Regular Membership: 268.

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

NATIONAL CREDIT UNION ADMINISTRATION CENTRAL LIQUIDITY FACILITY

BALANCE SHEETS

As of June 30, 2017 and 2016

(Dollars in thousands)

| | <u>June 2017</u> | <u>June 2016</u> |
|---|-------------------|-------------------|
| ASSETS | | |
| Cash and Cash Equivalents | \$ 10,024 | \$ 11,433 |
| Investments, Net U.S. Treasury Securities | 281,038 | 259,207 |
| Accrued Interest Receivable - Investments | 1,017 | 798 |
| TOTAL ASSETS | <u>\$ 292,080</u> | <u>\$ 271,437</u> |
| LIABILITIES | | |
| Accounts Payable | \$ 219 | \$ 182 |
| Dividends Payable | 470 | - |
| Regular Member Deposits - Liquidity Reserve | 1,764 | 976 |
| Other Liabilities | 3 | - |
| TOTAL LIABILITIES | <u>2,456</u> | <u>1,158</u> |
| MEMBERS' EQUITY | | |
| Capital Stock Regular Members | 257,450 | 239,530 |
| Retained Earnings Prior Year | 31,560 | 29,936 |
| Retained Earnings Current Year | 614 | 814 |
| TOTAL MEMBERS' EQUITY | <u>289,624</u> | <u>270,279</u> |
| TOTAL LIABILITIES AND EQUITY | <u>\$ 292,080</u> | <u>\$ 271,437</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 June 30, 2017 and 2016
(Dollars in thousands)

| | June 2017 | Year-to-Date June 2017 | Year-to-Date June 2016 |
|-------------------------------------|------------------|-----------------------------------|-----------------------------------|
| REVENUES | | | |
| Investment Income | \$ 333 | \$ 1,866 | \$ 1,518 |
| Total Revenues | 333 | 1,866 | 1,518 |
| EXPENSES | | | |
| Employee wages and benefits, net | 47 | 270 | 234 |
| Rent, communications, and utilities | 2 | 9 | 7 |
| Other | 9 | 59 | 35 |
| Total Operating Expenses | 58 | 338 | 276 |
| NET INCOME BEFORE DIVIDENDS | 275 | 1,528 | 1,242 |
| Dividends Accrued | 156 | 914 | 428 |
| NET INCOME | \$ 119 | \$ 614 | \$ 814 |

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NATIONAL CREDIT UNION ADMINISTRATION CENTRAL LIQUIDITY FACILITY

DIVIDENDS, RATIOS AND SHARES OUTSTANDING

| DIVIDEND RATES: | <u>2017</u> | <u>2016</u> | <u>2015</u> |
|------------------------------|-------------|-------------|-------------|
| Dividend Rate First Quarter | 0.75% | 0.25% | 0.25% |
| Dividend Rate Second Quarter | 0.75% | 0.50% | 0.25% |
| Dividend Rate Third Quarter | | 0.50% | 0.25% |
| Dividend Rate Fourth Quarter | | 0.50% | 0.25% |

| SELECTED RATIOS: | <u>6/30/2017</u> | <u>6/30/2016</u> |
|---|------------------|------------------|
| Stock & Retained Earnings/Total Assets | 99.16% | 99.57% |
| Loans/Total Assets | 0.00% | 0.00% |
| Loans/Stock & Retained Earnings | 0.00% | 0.00% |
| Total Liabilities/Stock & Retained Earnings | 0.85% | 0.43% |

| OPERATIONS: | <u>6/30/2017</u> | <u>6/30/2017</u> | <u>6/30/2016</u> |
|--|------------------|------------------|------------------|
| | <u>Month</u> | <u>YTD</u> | <u>YTD</u> |
| Total Operating Expenses/Total Revenue | 16.56% | 17.81% | 18.07% |
| Net Income(before Divds)/Total Revenue | 82.63% | 81.86% | 81.79% |
| Loan/Total Revenue | 0.00% | 0.00% | 0.00% |

CAPITAL STOCK:

Required (\$50 par value; authorized: 10,297,987 shares; issued and outstanding: 5,148,994 shares)

The balances in the supplement above are preliminary and unaudited