

NATIONAL CREDIT UNION SHARE INSURANCE FUND



PRELIMINARY & UNAUDITED FINANCIAL HIGHLIGHTS

May 31, 2015

A handwritten signature in blue ink, appearing to read "Rendell L. Jones", is written over the printed name.

**RENDELL L. JONES
CHIEF FINANCIAL OFFICER**

NATIONAL CREDIT UNION SHARE INSURANCE FUND

MANAGEMENT OVERVIEW

May 31, 2015

Balance Sheet

Other - Insurance and Guarantee Program Liabilities (Reserves)

Reserves are \$169.7 million as of May 31, 2015; \$7.7 million is for specific natural person credit unions, and \$162.0 million is for general reserves.

Statement of Net Cost

For the month ending May 31, 2015, the fund had net income of \$2.8 million. The fund recognized gross revenues of \$18.9 million and total operating expenses of \$15.9 million. The fund recognized insurance loss expense of \$0.2 million during the month of May 2015.

NATIONAL CREDIT UNION SHARE INSURANCE FUND

BALANCE SHEETS

As of May 31, 2015

(Dollars in thousands)

	<u>May 2015</u>	<u>May 2014</u>
ASSETS		
INTRAGOVERNMENTAL		
Fund Balance with Treasury	\$ 1,529	\$ 423
Investments, Net U.S. Treasury Securities	11,786,171	11,240,710
Accounts Receivable - Note due from the National Credit Union Administration Operating Fund	11,174	12,515
Accounts Receivable - Due from the National Credit Union Administration Operating Fund	1,476	1,596
Accrued Interest Receivable - Investments	<u>53,496</u>	<u>54,286</u>
Total Intragovernmental Assets	<u>11,853,846</u>	<u>11,309,530</u>
PUBLIC		
Accounts Receivable - Due from Credit Unions	903	6
Advances	-	6
Accrued Interest Receivable	591	597
Notes Receivable, Net	166,173	204,419
General Property, Plant and Equipment, Net	633	-
Other - Receivable from Asset Management Estates, Net	<u>77,382</u>	<u>119,474</u>
Total Public Assets	<u>245,682</u>	<u>324,502</u>
TOTAL ASSETS	<u>\$ 12,099,528</u>	<u>\$ 11,634,032</u>
LIABILITIES		
INTRAGOVERNMENTAL		
Accounts Payable - Due to the National Credit Union Administration Operating Fund	\$ 52	\$ 7
Accounts Payable - Due to the Temporary Corporate Credit Union Stabilization Fund	<u>357</u>	<u>30</u>
Total Intragovernmental Liabilities	<u>409</u>	<u>37</u>
PUBLIC		
Accounts Payable	3,553	517
Capital Lease Liability	434	-
Other - Insurance and Guarantee Program Liabilities (Reserves)	<u>169,716</u>	<u>227,196</u>
Total Public Liabilities	<u>173,703</u>	<u>227,713</u>
TOTAL LIABILITIES	<u>174,112</u>	<u>227,750</u>
NET POSITION		
Contributed Capital	9,031,337	8,665,263
Cumulative Result of Operations	<u>2,894,079</u>	<u>2,741,019</u>
Total Net Position	<u>11,925,416</u>	<u>11,406,282</u>
TOTAL LIABILITIES AND NET POSITION	<u>\$ 12,099,528</u>	<u>\$ 11,634,032</u>

The balances in the statement above are preliminary and unaudited.

NATIONAL CREDIT UNION SHARE INSURANCE FUND
STATEMENTS OF NET COST, INCLUDING NON-EXCHANGE REVENUES

For the Periods Ending May 31, 2015
(Dollars in thousands)

	May 2015	Year-to-Date May 2015	Year-to-Date May 2014
GROSS COSTS			
OPERATING EXPENSES (1)			
Employee Pay	\$ 8,160	\$ 42,401	\$ 39,161
Employee Benefits	3,095	15,858	14,256
Travel	2,089	7,096	6,545
Rent, Communications and Utilities	228	968	1,203
Administrative Costs	762	3,653	3,974
Contracted Services	1,385	5,955	5,466
Training Expense	91	375	182
Leasing Expense	61	63	36
Other Insurance Expense	4	16	14
Total Operating Costs	15,875	76,385	70,837
INSURANCE LOSS EXPENSE	163	(14,315)	11,466
Total Gross Costs	16,038	62,070	82,303
LESS EXCHANGE REVENUES			
Interest Revenue on Note Receivable due from the National Credit Union Administration Operating Fund	(18)	(88)	(97)
Interest Revenue - Other	(322)	(1,593)	(1,289)
Other (Revenue) / Expense	6	6	(3)
Total Exchange Revenue	(334)	(1,675)	(1,389)
TOTAL NET COST/(INCOME) OF OPERATIONS	15,704	60,395	80,914
LESS NON-EXCHANGE REVENUES			
Investment Income	(18,516)	(89,698)	(85,447)
Total Non-Exchange Revenues	(18,516)	(89,698)	(85,447)
TOTAL NET COST/(INCOME) INCLUDING NON-EXCHANGE REVENUES	\$ (2,812)	\$ (29,303)	\$ (4,533)

(1) Share Insurance Fund operating expenses are an allocation of total NCUA operating expenses, as determined by the overhead transfer rate set by the Board of 71.8% and 69.2% for 2015 and 2014, respectively.

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NATIONAL CREDIT UNION SHARE INSURANCE FUND

STATEMENTS OF NET POSITION

As of May 31, 2015
(Dollars in thousands)

	<u>May 2015</u>	<u>May 2014</u>
NET POSITION BREAKDOWN		
Credit Union Contributed Capital	\$ 9,031,337	\$ 8,665,263
Retained Earnings	2,710,247	2,609,564
Total Net Position without Unrealized Gain/(Loss)	<u>11,741,584</u>	<u>11,274,827</u>
Unrealized Gain/(Loss) - Investments	<u>183,832</u>	<u>131,455</u>
NET POSITION	<u>\$ 11,925,416</u>	<u>\$ 11,406,282</u>

NATIONAL CREDIT UNION SHARE INSURANCE FUND

Comparative Analysis of NCUSIF Ratios for As of May 31, 2015

As of May 31, 2015

Comparative Analysis of NCUSIF Ratios for May 2015

	May 2015	May 2014
Investments/Total Assets	97.41%	96.62%
Total Equity/Insured Shares (1)	1.30%	1.30%
Available Assets Ratio	1.29%	1.27%
Ins. Loss Exp./Insured Shares	0.00%	0.00%

Insured Shares as of December 31, 2014 (in billions) **\$ 903.0**

Insured Shares as of December 31, 2013 (in billions) **866.3**

(1) The May 2015 ratios are based on an insured share level of \$903.0 billion as of December 31, 2014.

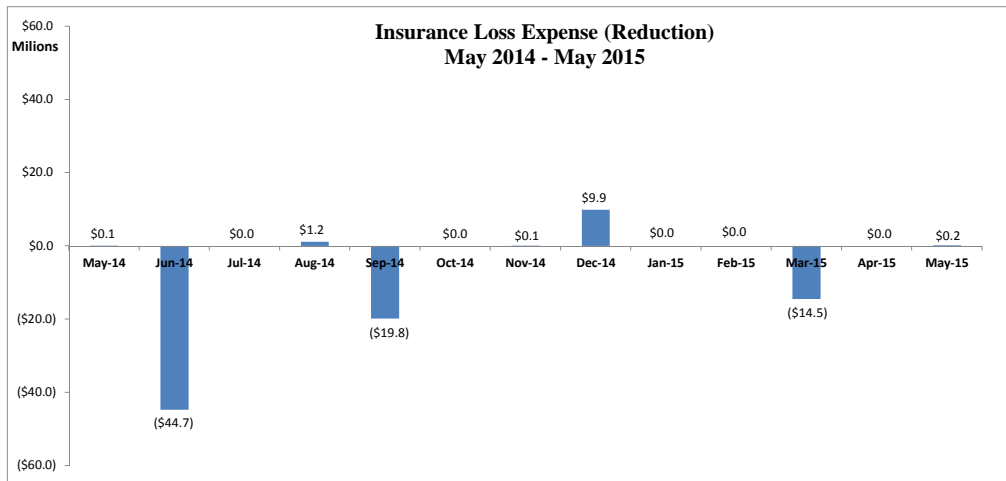
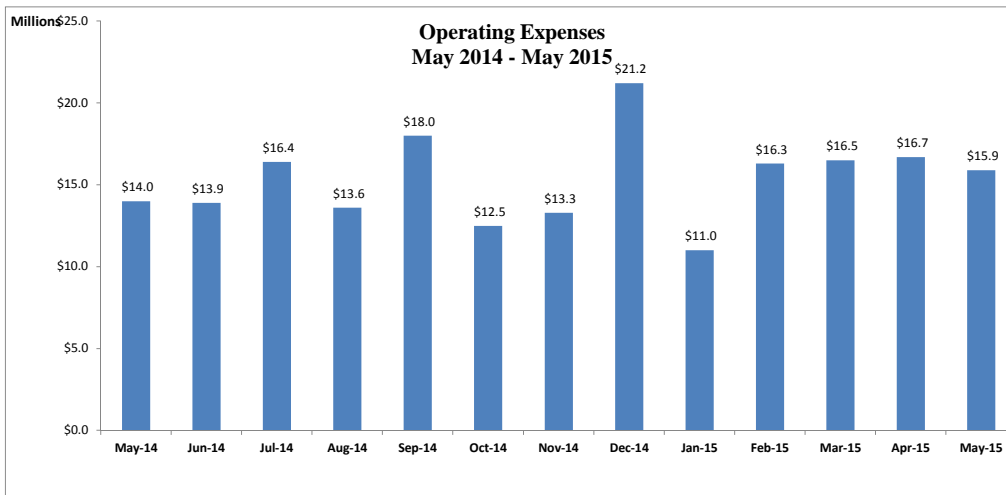
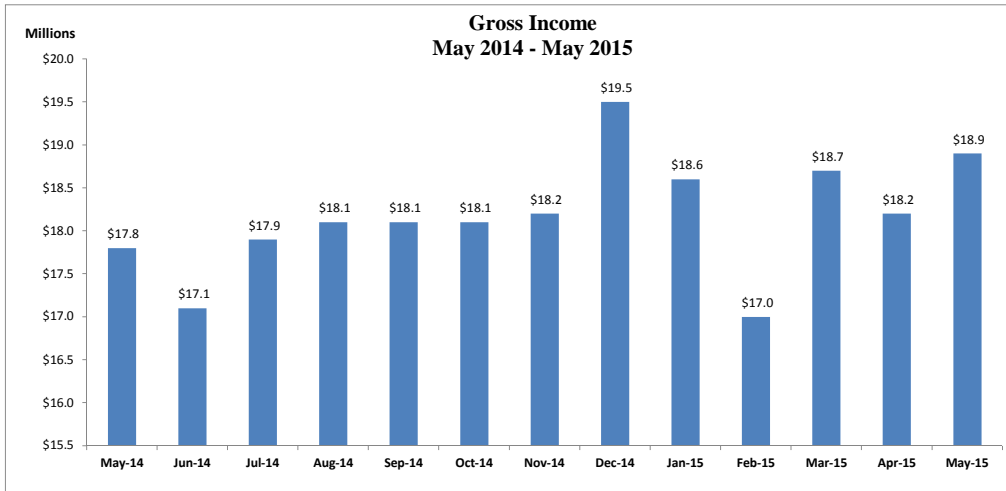
The May 2014 ratios are based on an insured share level of \$866.3 billion as of December 31, 2013.

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NATIONAL CREDIT UNION SHARE INSURANCE FUND

STATISTICAL INFORMATION

May 31, 2015



The information provided in the supporting statement above is preliminary and unaudited.

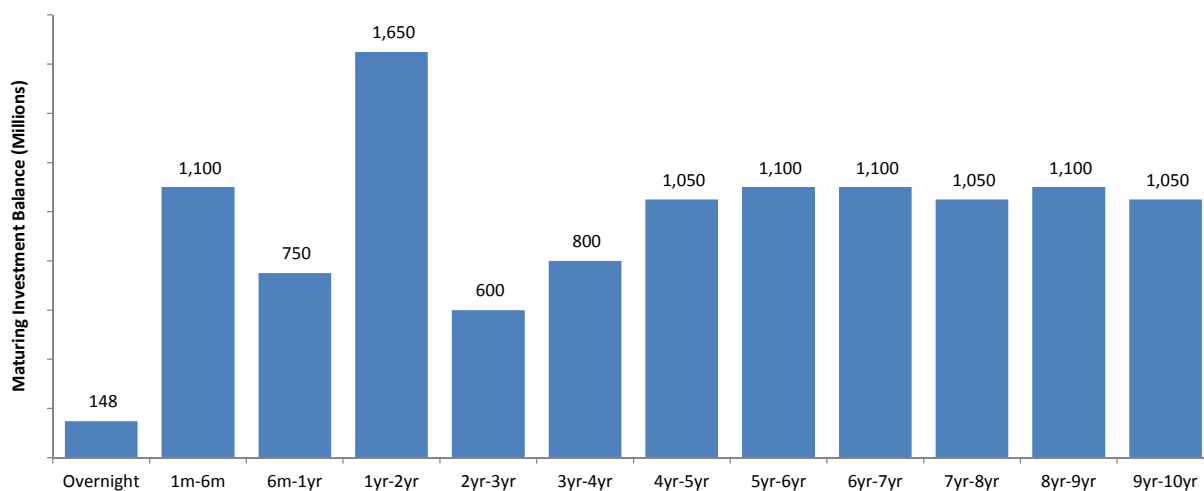
INVESTMENT PORTFOLIO SUMMARY
May 31, 2015

I. INVESTMENT PORTFOLIO BALANCE AND MARKET VALUE (In Dollars)							
	Book Value		Market Value		Unrealized Gain or (Loss)	% Market to Book Value	Weighted Average Yield
Daily Treasury Account	\$	148,265,000	\$	148,265,000	\$ -	100.00%	0.01%
U.S. Treasury Notes		11,454,073,837		11,637,906,250	183,832,413	101.60%	1.89%
Total	\$	11,602,338,837	\$	11,786,171,250	\$ 183,832,413	101.58%	1.87%

II. INVESTMENT PORTFOLIO SUMMARY			
	Last Month	Current Month	CY To Date
Investment Yield	1.87%	1.87%	1.87%
Investment Income	\$ 17,877,267	\$ 18,515,699	\$ 89,697,926
Weighted Avg. Maturity in Days	1,639	1,693	

III. MONTHLY ACTIVITY					
Purchased	Type	Amount	Maturity	Yield	
5/15/2015	T-Note	\$ 50,000,000	2/29/2020	1.46%	
5/15/2015	T-Note	100,000,000	1/31/2021	1.68%	
5/15/2015	T-Note	200,000,000	5/15/2025	2.17%	
TOTAL		\$ 350,000,000			

IV. MATURITY SCHEDULE (par value in millions)		
TOTAL	\$	11,498



The information provided in the portfolio summary above is preliminary and unaudited.