

NATIONAL CREDIT UNION SHARE INSURANCE FUND



PRELIMINARY & UNAUDITED FINANCIAL HIGHLIGHTS

June 30, 2015

A handwritten signature in blue ink, appearing to read "Rendell L. Jones", with a long horizontal flourish extending to the right.

**RENDELL L. JONES
CHIEF FINANCIAL OFFICER**

NATIONAL CREDIT UNION SHARE INSURANCE FUND

MANAGEMENT OVERVIEW

June 30, 2015

Balance Sheet

Other - Insurance and Guarantee Program Liabilities (Reserves)

Reserves are \$187.3 million as of June 30, 2015; \$9.2 million is for specific natural person credit unions, and \$178.1 million is for general reserves.

Statement of Net Cost

For the month ending June 30, 2015, the fund had a net loss of \$13.1 million. The fund recognized gross revenues of \$18.1 million and total operating expenses of \$17.3 million. The fund recognized insurance loss expense of \$13.9 million during the month of June 2015.

NATIONAL CREDIT UNION SHARE INSURANCE FUND

BALANCE SHEETS

As of June 30, 2015

(Dollars in thousands)

	<u>June 2015</u>	<u>June 2014</u>
ASSETS		
INTRAGOVERNMENTAL		
Fund Balance with Treasury	\$ 1,562	\$ 476
Investments, Net U.S. Treasury Securities	11,699,132	11,221,264
Accounts Receivable - Note due from the National Credit Union Administration Operating Fund	11,063	12,404
Accounts Receivable - Due from the National Credit Union Administration Operating Fund	1,336	1,723
Accrued Interest Receivable - Investments	<u>58,409</u>	<u>57,217</u>
Total Intragovernmental Assets	<u>11,771,502</u>	<u>11,293,084</u>
PUBLIC		
Accounts Receivable - Due from Credit Unions	50	-
Advances	-	-
Accrued Interest Receivable	352	292
Notes Receivable, Net	164,665	203,060
General Property, Plant and Equipment, Net	1,175	-
Other - Receivable from Asset Management Estates, Net	<u>75,918</u>	<u>111,121</u>
Total Public Assets	<u>242,160</u>	<u>314,473</u>
TOTAL ASSETS	<u>\$ 12,013,662</u>	<u>\$ 11,607,557</u>
LIABILITIES		
INTRAGOVERNMENTAL		
Accounts Payable - Due to the National Credit Union Administration Operating Fund	\$ 75	\$ 2
Accounts Payable - Due to the Temporary Corporate Credit Union Stabilization Fund	<u>-</u>	<u>10</u>
Total Intragovernmental Liabilities	<u>75</u>	<u>12</u>
PUBLIC		
Accounts Payable	2,534	315
Capital Lease Liability	396	-
Other - Insurance and Guarantee Program Liabilities (Reserves)	<u>187,266</u>	<u>176,111</u>
Total Public Liabilities	<u>190,196</u>	<u>176,426</u>
TOTAL LIABILITIES	<u>190,271</u>	<u>176,438</u>
NET POSITION		
Contributed Capital	9,031,314	8,665,114
Cumulative Result of Operations	<u>2,792,077</u>	<u>2,766,005</u>
Total Net Position	<u>11,823,391</u>	<u>11,431,119</u>
TOTAL LIABILITIES AND NET POSITION	<u>\$ 12,013,662</u>	<u>\$ 11,607,557</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 June 30, 2015
(Dollars in thousands)

	June 2015	Year-to-Date June 2015	Year-to-Date June 2014
GROSS COSTS			
OPERATING EXPENSES (1)			
Employee Pay	\$ 8,533	\$ 50,934	\$ 46,585
Employee Benefits	3,205	19,063	16,978
Travel	1,668	8,764	7,905
Rent, Communications and Utilities	179	1,147	1,537
Administrative Costs	835	4,488	4,658
Contracted Services	2,794	8,749	6,725
Training Expense	109	485	303
Leasing Expense	14	77	36
Other Insurance Expense	3	20	18
Total Operating Costs	17,340	93,727	84,745
INSURANCE LOSS EXPENSE	13,855	(461)	(33,235)
Total Gross Costs	31,195	93,266	51,510
LESS EXCHANGE REVENUES			
Interest Revenue on Note Receivable due from the National Credit Union Administration Operating Fund	(17)	(105)	(116)
Interest Revenue - Other	(309)	(1,901)	(1,535)
Other (Revenue) / Expense	(1)	5	(4)
Total Exchange Revenue	(327)	(2,001)	(1,655)
TOTAL NET COST/(INCOME) OF OPERATIONS	30,868	91,265	49,855
LESS NON-EXCHANGE REVENUES			
Investment Income	(17,765)	(107,463)	(102,326)
Total Non-Exchange Revenues	(17,765)	(107,463)	(102,326)
TOTAL NET COST/(INCOME) INCLUDING NON-EXCHANGE REVENUES	\$ 13,103	\$ (16,198)	\$ (52,471)

(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 June 30, 2015

(Dollars in thousands)

	<u>June 2015</u>	<u>June 2014</u>
NET POSITION BREAKDOWN		
Credit Union Contributed Capital	\$ 9,031,314	\$ 8,665,114
Retained Earnings	2,697,141	2,657,502
Total Net Position without Unrealized Gain/(Loss)	<u>11,728,455</u>	<u>11,322,616</u>
Unrealized Gain/(Loss) - Investments	<u>94,936</u>	<u>108,503</u>
NET POSITION	<u>\$ 11,823,391</u>	<u>\$ 11,431,119</u>

NATIONAL CREDIT UNION SHARE INSURANCE FUND

Comparative Analysis of NCUSIF Ratios for As of June 30, 2015

As of June 30, 2015

Comparative Analysis of NCUSIF Ratios for June 2015

	June 2015	June 2014
Investments/Total Assets	97.38%	96.67%
Total Equity/Insured Shares (1)	1.25%	1.26%
Available Assets Ratio	1.23%	1.23%
Ins. Loss Exp./Insured Shares	0.00%	0.00%

Estimated Insured Shares as of June 30, 2015 (in billions) \$ 935.6

Insured Shares as of June 30, 2014 (in billions) 895.7

(1) The June 2015 ratios are based on an estimated insured share level of \$935.6 billion as of June 30, 2015.

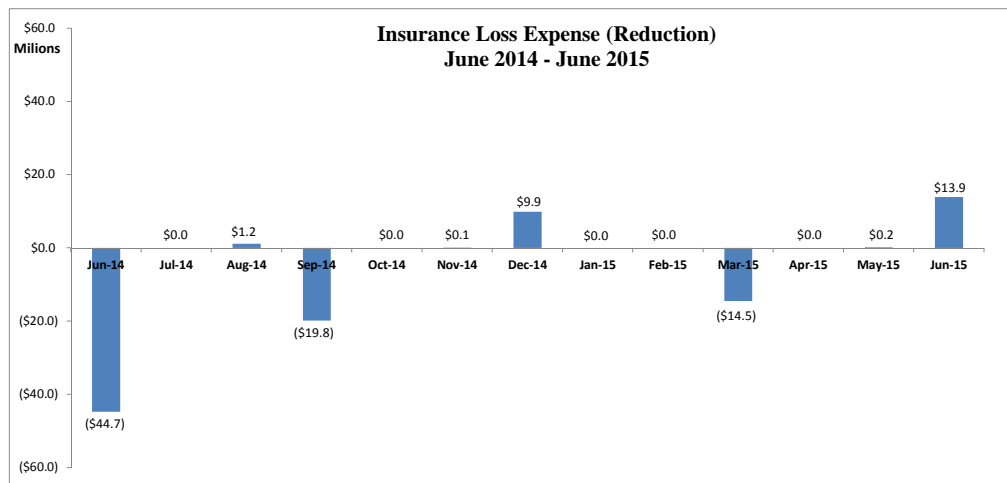
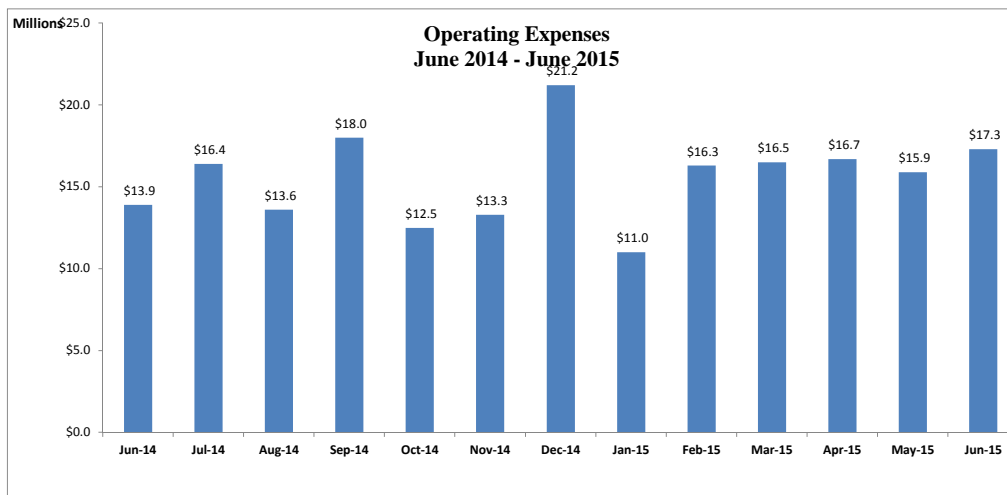
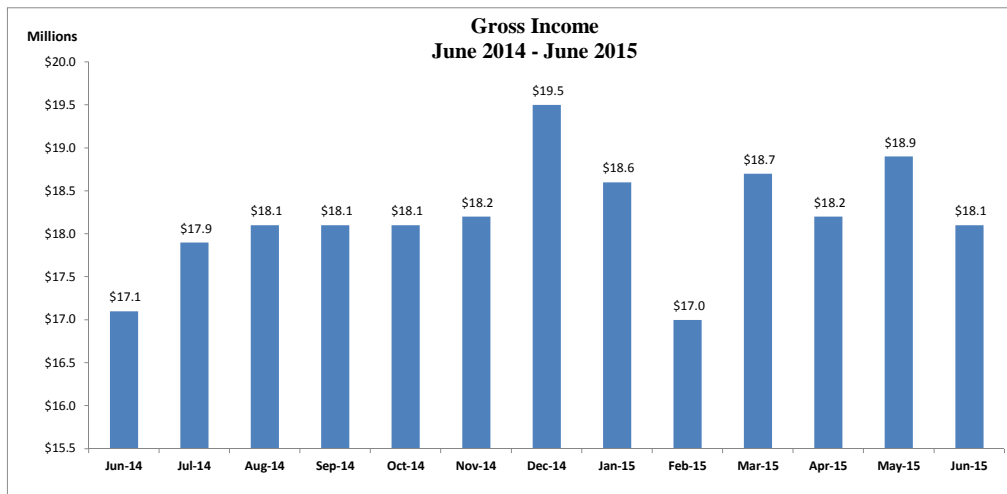
The June 2014 ratios are based on an insured share level of \$895.7 billion as of June 30, 2014.

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NATIONAL CREDIT UNION SHARE INSURANCE FUND

STATISTICAL INFORMATION

June 30, 2015



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

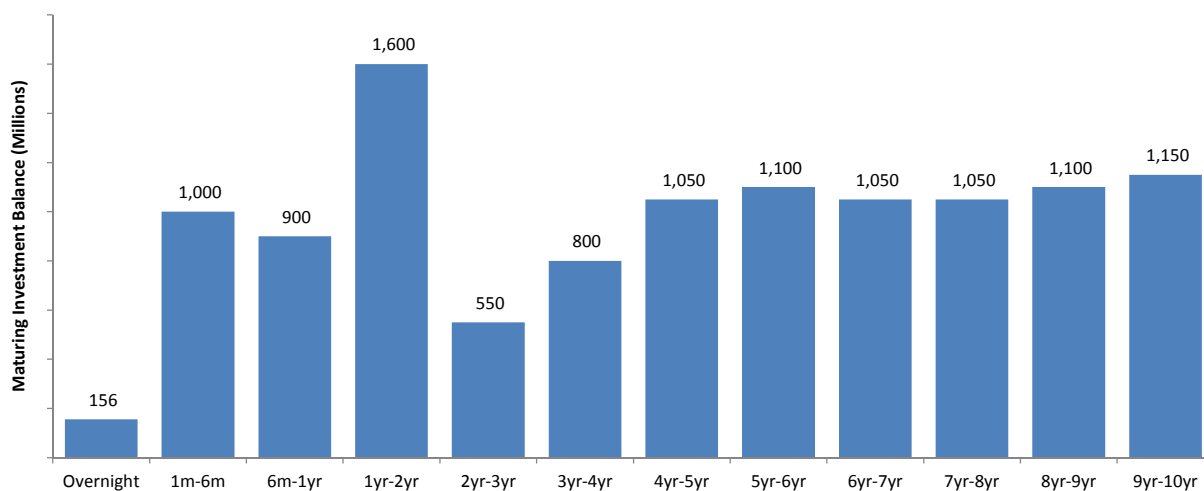
INVESTMENT PORTFOLIO SUMMARY
June 30, 2015

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	\$	155,663,000	\$	155,663,000	\$ -	100.00%	0.01%
U.S. Treasury Notes		11,448,532,927		11,543,468,750	94,935,823	100.83%	1.89%
Total	\$	11,604,195,927	\$	11,699,131,750	\$ 94,935,823	100.82%	1.86%

II. INVESTMENT PORTFOLIO SUMMARY			
	Last Month	Current Month	CY To Date
Investment Yield	1.87%	1.86%	1.87%
Investment Income	\$ 18,515,699	\$ 17,765,298	\$ 107,463,224
Weighted Avg. Maturity in Days	1,663	1,693	

III. MONTHLY ACTIVITY					
Purchased	Type	Amount	Maturity	Yield	
6/30/2015	T-Note	\$ 100,000,000	5/15/2024	2.33%	
TOTAL		\$ 100,000,000			

IV. MATURITY SCHEDULE (par value in millions)		
TOTAL	\$	11,506



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