Outline

National Credit Union Share Insurance Fund (NCUSIF)

Annual Financial Statements Located at:
http://www.ncua.gov/about/Leadership/CO/OIG/Pages/AuditRpt2015.aspx
## NCUSIF Revenue and Expense
### December 31, 2014

<table>
<thead>
<tr>
<th>(in Millions)</th>
<th>Quarter Ended December 31, 2014</th>
<th>Year-To-Date December 31, 2014</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>(Actual)</td>
<td>(Budgeted)</td>
</tr>
<tr>
<td><strong>Gross Income:</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Investment Income</td>
<td>$ 53.6</td>
<td>$ 51.2</td>
</tr>
<tr>
<td>Other Income</td>
<td>2.3</td>
<td>0.8</td>
</tr>
<tr>
<td><strong>Total Income</strong></td>
<td>$ 55.9</td>
<td>$ 52.0</td>
</tr>
<tr>
<td><strong>Less Expenses:</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Operating Expenses</td>
<td>$ 47.0</td>
<td>$ 47.2</td>
</tr>
<tr>
<td>Provision for Insurance Losses:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Reserve Expense</td>
<td>23.2</td>
<td>40.2</td>
</tr>
<tr>
<td>AME Loss Expense (Recovery)</td>
<td>(13.1)</td>
<td>-</td>
</tr>
<tr>
<td><strong>Total Expenses</strong></td>
<td>57.1</td>
<td>87.4</td>
</tr>
<tr>
<td><strong>Net Income (Loss)</strong></td>
<td>$ (1.2)</td>
<td>$ (35.4)</td>
</tr>
</tbody>
</table>
## NCUSIF Changes to the Reserves
### December 31, 2014

<table>
<thead>
<tr>
<th>(In Millions)</th>
<th>Quarter Ended December 31, 2014</th>
<th>Year-To-Date December 31, 2014</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Beginning Reserve Balance:</strong></td>
<td>$ 167.3</td>
<td>$ 220.7</td>
</tr>
<tr>
<td><strong>Reserve Expense</strong></td>
<td>23.2</td>
<td>3.3</td>
</tr>
<tr>
<td><strong>Charges for Assisted Mergers</strong></td>
<td>-</td>
<td>(1.6)</td>
</tr>
<tr>
<td><strong>Charges for Liquidations</strong></td>
<td>(12.2)</td>
<td>(44.1)</td>
</tr>
<tr>
<td><strong>Ending Reserve Balance</strong></td>
<td>$ 178.3</td>
<td>$ 178.3</td>
</tr>
</tbody>
</table>
Treasury Yield Curve
December 31, 2014

One Year Ago
Previous Quarter End
Current Quarter End

Dec 31, 2013
Sep 30, 2014
Dec 31, 2014
NCUSIF Portfolio
December 31, 2014

Investment Balance at Par: $11.3 Billion
Weighted Average Life: 4.25 years
Weighted Average Yield: 1.89%

Cumulative Portfolio Percentage

NCUSIF Fourth Quarter 2014 Statistics
NCUSIF Equity Ratio
FY 09 - FY 14

NCUSIF Fourth Quarter 2014 Statistics
Number of Problem Credit Unions CAMEL Code 4/5
FY 09 - FY 14

Dec-09: 351
Dec-10: 365
Dec-11: 409
Dec-12: 369
Dec-13: 307
Mar-14: 306
Jun-14: 295
Sep-14: 288
Dec-14: 276
Percent of CAMEL Code 4/5 Shares to Total Insured Shares
FY 09 - FY 14

Dec-09: 5.72%
Dec-10: 5.08%
Dec-11: 3.31%
Dec-12: 2.02%
Dec-13: 1.40%
Mar-14: 1.37%
Jun-14: 1.46%
Sep-14: 1.38%
Dec-14: 1.13%
CAMEL Code 4/5 Comparison
December 31, 2013 to December 31, 2014

Credit Union Size
By Total Assets

<table>
<thead>
<tr>
<th>Size</th>
<th>December 31, 2013</th>
<th>December 31, 2014</th>
</tr>
</thead>
<tbody>
<tr>
<td>&gt; $1B</td>
<td>$2.1</td>
<td>$2.9</td>
</tr>
<tr>
<td>$500M to $1B</td>
<td>$1.8</td>
<td>$2.3</td>
</tr>
<tr>
<td>$100M to $500M</td>
<td>$2.9</td>
<td>$2.9</td>
</tr>
<tr>
<td>$10M to $100M</td>
<td>$2.9</td>
<td>$3.5</td>
</tr>
<tr>
<td>&lt; $10M</td>
<td>$0.5</td>
<td>$0.5</td>
</tr>
</tbody>
</table>

NCUSIF Fourth Quarter 2014 Statistics
Number of CAMEL Code 3
FY 09 - FY 14

- Dec-09: 1,668
- Dec-10: 1,827
- Dec-11: 1,741
- Dec-12: 1,571
- Dec-13: 1,480
- Mar-14: 1,471
- Jun-14: 1,466
- Sep-14: 1,450
- Dec-14: 1,411
Percent of CAMEL Code 3 Shares to Total Insured Shares
FY 09 - FY 14
CAMEL Code 3 Comparison
December 31, 2013 to December 31, 2014

Credit Union Size By Total Assets

- **> $1B**
  - Dec-13: 5
  - Dec-14: 13
  - Total Assets: $32.0 Billion
  - Total Shares: $41.6 Billion

- **$500M to $1B**
  - Dec-13: 18
  - Dec-14: 12
  - Total Assets: $10.5 Billion
  - Total Shares: $7.5 Billion

- **$100M to $500M**
  - Dec-13: 128
  - Dec-14: 152
  - Total Assets: $22.2 Billion
  - Total Shares: $26.9 Billion

- **$10M to $100M**
  - Dec-13: 600
  - Dec-14: 627
  - Total Assets: $18.1 Billion
  - Total Shares: $18.7 Billion

- **< $10M**
  - Dec-13: 660
  - Dec-14: 676
  - Total Assets: $2.1 Billion
  - Total Shares: $2.1 Billion

**Total Shares in Billions**

December 31, 2013
- Total Shares: $96.9 Billion
- Total Assets: $108.6 Billion

December 31, 2014
- Total Shares: $84.9 Billion
- Total Assets: $95.4 Billion

NCUSIF Fourth Quarter 2014 Statistics
Distribution of Assets in CAMEL Codes
FY 09 - FY 14

NCUSIF Fourth Quarter 2014 Statistics
Number of Credit Union Failures
FY 09 - FY 14

<table>
<thead>
<tr>
<th>Year</th>
<th>Failures</th>
</tr>
</thead>
<tbody>
<tr>
<td>2009</td>
<td>28</td>
</tr>
<tr>
<td>2010</td>
<td>28</td>
</tr>
<tr>
<td>2011</td>
<td>16</td>
</tr>
<tr>
<td>2012</td>
<td>22</td>
</tr>
<tr>
<td>2013</td>
<td>17</td>
</tr>
<tr>
<td>2014</td>
<td>15</td>
</tr>
</tbody>
</table>
Office Contact Page

Feel free to contact our office with questions or comments.

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Chief Financial Officer

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