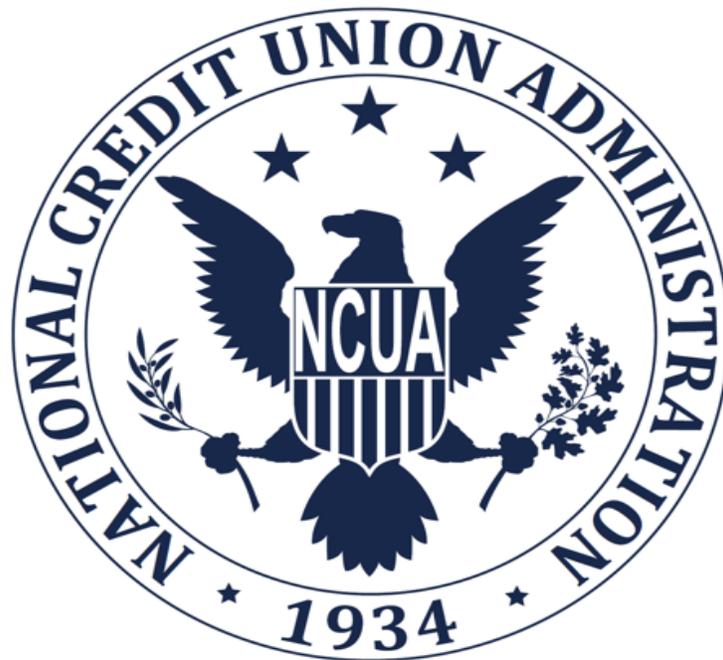


# **NATIONAL CREDIT UNION SHARE INSURANCE FUND**



**PRELIMINARY & UNAUDITED  
FINANCIAL HIGHLIGHTS  
July 31, 2020**

A handwritten signature in black ink, appearing to read 'Eugene H. Schied', is positioned above the name of the Chief Financial Officer.

**EUGENE H. SCHIED  
CHIEF FINANCIAL OFFICER**

**NATIONAL CREDIT UNION ADMINISTRATION  
SHARE INSURANCE FUND  
MANAGEMENT OVERVIEW  
July 31, 2020**

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**Balance Sheets**

Receivables from Asset Management Estates Net is \$149.1 million; \$11.0 million is for natural person credit unions, and \$138.1 million is for corporate credit unions.

Insurance and Guarantee Program Liabilities related to Reserves are \$184.0 million; \$20.5 million is for specific reserves for natural person credit unions, and \$163.5 million is for general reserves. There are no Corporate System Resolution Program related Insurance and Guarantee Program Liabilities as of July 31, 2020.

**Statements of Net Cost**

For the month ended July 31, 2020, the fund had net income of \$8.5 million. The fund recognized gross revenues of \$23.9 million and total operating expenses of \$15.4 million. The fund did not recognize any insurance loss expense during the month of July 2020.

**NATIONAL CREDIT UNION ADMINISTRATION  
SHARE INSURANCE FUND  
BALANCE SHEETS  
(Dollars in thousands)**

	<u>July 2020</u>	<u>July 2019</u>
<b>ASSETS</b>		
<b>INTRAGOVERNMENTAL</b>		
Fund Balance with Treasury	\$ 8,328	\$ 11,897
Investments, Net - U.S. Treasury Securities	17,435,619	15,304,325
Accrued Interest Receivable - Investments	104,272	79,014
Accounts Receivable - Due from the NCUA Operating Fund	1,680	-
Note Receivable - Note due from the NCUA Operating Fund	4,246	5,587
Total Intragovernmental Assets	<u>17,554,145</u>	<u>15,400,823</u>
<b>PUBLIC</b>		
Accounts Receivable - Guarantee Fee on NGNs, Net	543	814
General Property, Plant, and Equipment, Net	78	137
Advances and Prepayments	950	1,030
Receivables from Asset Management Estates (AMEs), Net*	149,141	677,523
Total Public Assets	<u>150,712</u>	<u>679,504</u>
<b>TOTAL ASSETS</b>	<u>\$ 17,704,857</u>	<u>\$ 16,080,327</u>
<b>LIABILITIES</b>		
<b>INTRAGOVERNMENTAL</b>		
Accounts Payable - Due to the NCUA Operating Fund	\$ 97	\$ 1,828
Total Intragovernmental Liabilities	<u>97</u>	<u>1,828</u>
<b>PUBLIC</b>		
Accounts Payable	4,352	886
Insurance and Guarantee Program Liabilities*	183,994	111,875
Other Liabilities	512	578
Total Public Liabilities	<u>188,858</u>	<u>113,339</u>
<b>TOTAL LIABILITIES</b>	<u>188,955</u>	<u>115,167</u>
Commitments and Contingencies		
<b>NET POSITION</b>		
Contributed Capital	12,259,312	11,413,742
Cumulative Result of Operations	5,256,590	4,551,418
Total Net Position	<u>17,515,902</u>	<u>15,965,160</u>
<b>TOTAL LIABILITIES AND NET POSITION</b>	<u>\$ 17,704,857</u>	<u>\$ 16,080,327</u>

\* Receivable from AMEs, Net and Insurance and Guarantee Program Liabilities lines are generally updated quarterly.

The balances in the statement above are preliminary and unaudited.

**NATIONAL CREDIT UNION ADMINISTRATION  
SHARE INSURANCE FUND  
STATEMENTS OF NET COST  
(Dollars in thousands)**

	<u>July 2020</u>	<u>July 2020 YTD</u>	<u>July 2019 YTD</u>
<b>GROSS COSTS</b>			
Operating Expenses*	\$ 15,386	\$ 109,472	\$ 111,735
Provision for Insurance Losses			
Reserve Expense (Reduction)	-	54,486	34,246
AME Receivable Bad Debt Expense	-	(20,000)	(63,367)
Total Provision for Insurance Losses	-	34,486	(29,121)
Other Losses	-	63	-
Total Gross Costs	<u>15,386</u>	<u>144,021</u>	<u>82,614</u>
<b>LESS EXCHANGE REVENUES</b>			
Interest Revenue on Note Receivable from the NCUA			
Operating Fund	(6)	(47)	(70)
Guarantee Fee Revenue - NGNs	(670)	(5,276)	(8,196)
Other Revenue	(4)	(509)	(339)
Total Exchange Revenues	<u>(680)</u>	<u>(5,832)</u>	<u>(8,605)</u>
<b>TOTAL NET COST/(INCOME) OF OPERATIONS</b>	<u>\$ 14,706</u>	<u>\$ 138,189</u>	<u>\$ 74,009</u>
<b>LESS NON-EXCHANGE REVENUES</b>			
Interest Revenue - Investments	(23,198)	(167,137)	(180,244)
Total Non-Exchange Revenues	<u>(23,198)</u>	<u>(167,137)</u>	<u>(180,244)</u>
<b>TOTAL NET COST/(INCOME) INCLUDING NON-EXCHANGE REVENUES</b>	<u>\$ (8,492)</u>	<u>\$ (28,948)</u>	<u>\$ (106,235)</u>

\*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 61.3% and 60.5% for 2020 and 2019, respectively.

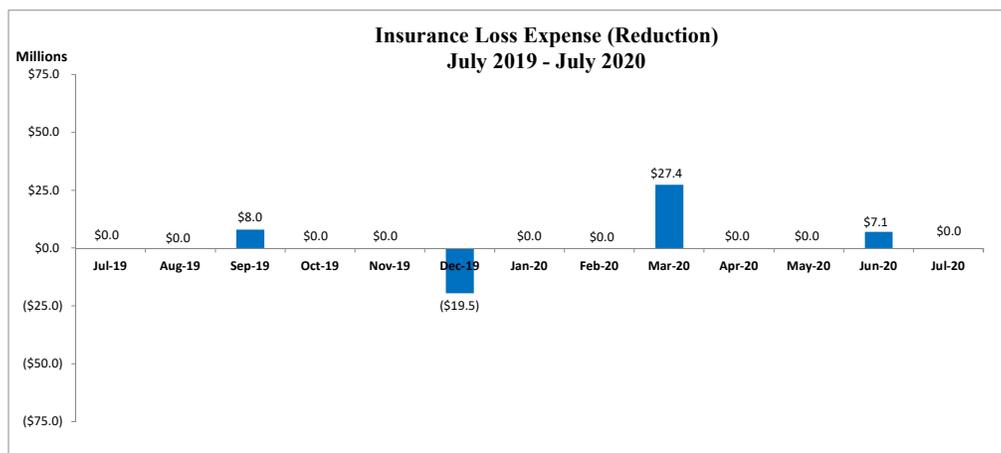
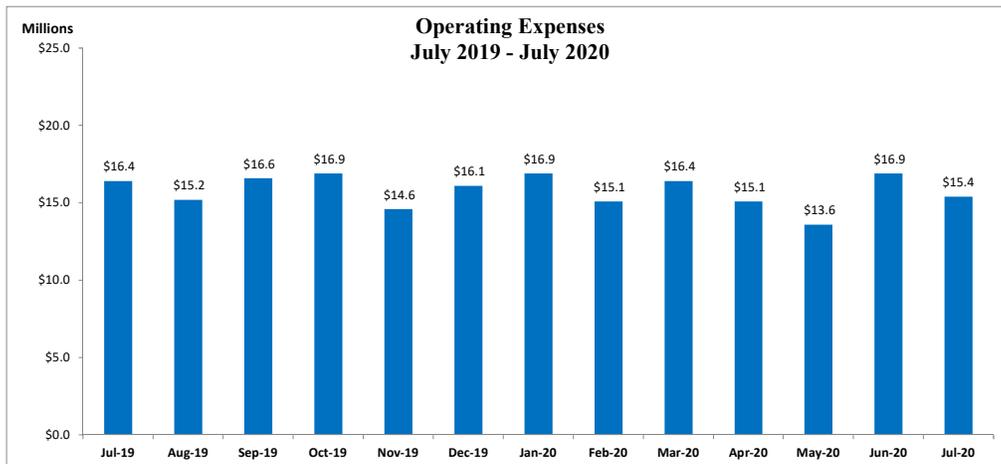
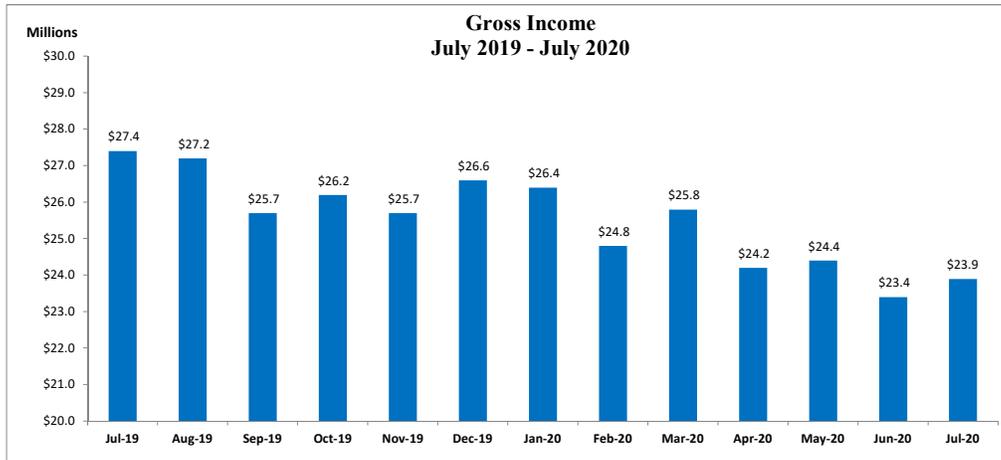
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**NATIONAL CREDIT UNION ADMINISTRATION  
SHARE INSURANCE FUND  
STATEMENTS OF CHANGES IN NET POSITION  
(Dollars in thousands)**

	<u>July 2020</u>	<u>July 2019</u>
<b>CUMULATIVE RESULTS OF OPERATIONS</b>		
Beginning Balances	\$ 4,632,574	\$ 4,394,392
<b>BUDGETARY FINANCING SOURCES</b>		
Non-Exchange Revenue		
Interest Revenue - Investments	167,137	180,244
Distribution to Credit Unions	-	(160,099)
<b>Total Budgetary Financing Sources</b>	<u>167,137</u>	<u>20,145</u>
<b>OTHER FINANCING SOURCES</b>		
Non-Exchange Revenue		
Net Unrealized Gain/(Loss) - Investments	595,068	210,889
<b>Total Other Financing Sources</b>	<u>595,068</u>	<u>210,890</u>
<b>Total Financing Sources</b>	<u>762,205</u>	<u>231,035</u>
Net Income /(Cost) of Operations	(138,189)	(74,009)
Net Change	624,016	157,026
<b>CUMULATIVE RESULTS OF OPERATIONS</b>	<u>5,256,590</u>	<u>4,551,418</u>
<b>CONTRIBUTED CAPITAL</b>		
Beginning Balances	11,967,387	11,327,234
Change in Contributed Capital	291,925	86,508
<b>CONTRIBUTED CAPITAL</b>	<u>12,259,312</u>	<u>11,413,742</u>
<b>NET POSITION</b>	<u>\$ 17,515,902</u>	<u>\$ 15,965,160</u>
<b>NET POSITION BREAKDOWN</b>		
Credit Union Contributed Capital	12,259,312	11,413,742
Retained Earnings	4,617,173	4,524,794
Total Net Position Without Unrealized Gain/ (Loss)	<u>16,876,485</u>	<u>15,938,536</u>
Unrealized Gain/ (Loss) - Investments	639,417	26,624
<b>NET POSITION</b>	<u>\$ 17,515,902</u>	<u>\$ 15,965,160</u>

The balances in the statement above are preliminary and unaudited.

**NATIONAL CREDIT UNION ADMINISTRATION  
 SHARE INSURANCE FUND  
 STATISTICAL INFORMATION  
 July 31, 2020**



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

**INVESTMENT PORTFOLIO SUMMARY**

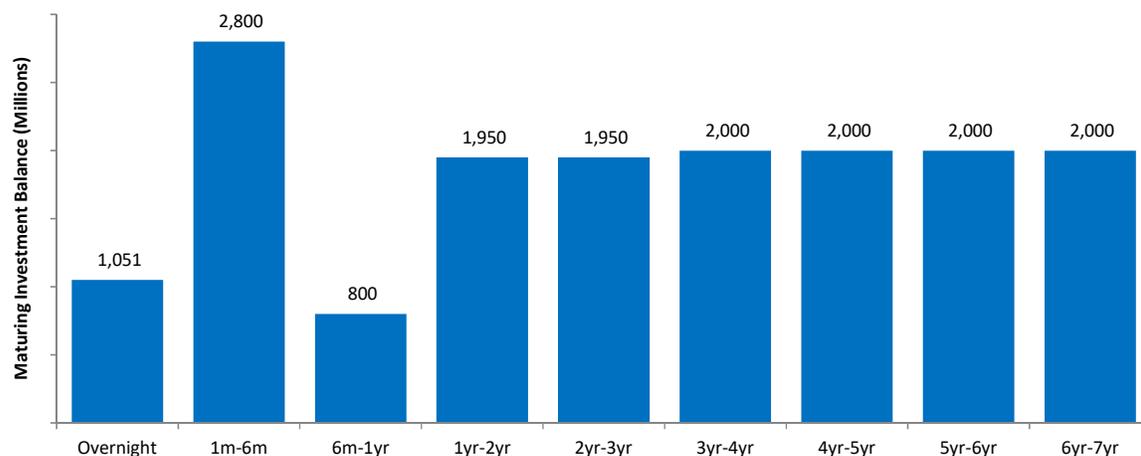
July 31, 2020

<b>I. INVESTMENT PORTFOLIO BALANCE AND MARKET VALUE (In Dollars)</b>						
	Book Value	Market Value	Unrealized Gain or (Loss)	% Market to Book Value	Weighted Average Yield	
Daily Treasury Account	\$ 1,051,338,000	\$ 1,051,338,000	\$ -	100.00%	0.10%	
U.S. Treasury Notes	15,744,864,716	16,384,281,250	639,416,534	104.06%	1.73%	
<b>Total</b>	<b>\$ 16,796,202,716</b>	<b>\$ 17,435,619,250</b>	<b>\$ 639,416,534</b>	<b>103.81%</b>	<b>1.63%</b>	

<b>II. INVESTMENT PORTFOLIO SUMMARY</b>			
	Last Month	Current Month	CY To Date
Investment Yield	1.63%	1.63%	1.72%
Investment Income	\$ 22,474,589	\$ 23,197,894	\$ 167,137,405
Weighted Avg. Maturity in Days	1,089	1,061	

<b>III. MONTHLY ACTIVITY</b>				
Purchased	Type	Amount	Maturity	Yield
<b>TOTAL</b>		<b>\$</b>	<b>-</b>	

<b>IV. MATURITY SCHEDULE (par value in millions)</b>	
<b>TOTAL</b>	<b>\$ 16,551</b>



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