

NATIONAL CREDIT UNION SHARE INSURANCE FUND



**PRELIMINARY & UNAUDITED
FINANCIAL HIGHLIGHTS
October 31, 2021**

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
October 31, 2021**

Balance Sheets

Receivables from Asset Management Estates, Net is \$256.0 million; \$5.0 million is for natural person credit unions, and \$251.0 million is for corporate credit unions.

Insurance and Guarantee Program Liabilities related to Reserves are \$163.0 million; \$9.7 million is for specific reserves for natural person credit unions, and \$153.3 million is for general reserves.

Statements of Net Cost

For the month ended October 31, 2021, the fund had net income of \$5.6 million. The fund recognized gross revenues of \$20.4 million and total operating expenses of \$14.7 million. The fund recognized an insurance loss expense of \$0.1 million during the month of October 2021.

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

	<u>October 2021</u>	<u>October 2020</u>
ASSETS		
INTRAGOVERNMENTAL		
Fund Balance with Treasury	\$ 32,985	\$ 12,514
Investments, Net - U.S. Treasury Securities	20,345,030	18,653,511
Accrued Interest Receivable - Investments	142,058	114,220
Accounts Receivable - Due from the NCUA Operating Fund	3,630	2,046
Note Receivable - Note due from the NCUA Operating Fund	-	3,911
Advances and Prepayments	4,161	-
Total Intragovernmental Assets	<u>20,527,864</u>	<u>18,786,202</u>
PUBLIC		
Accounts Receivable - Due from Insured Credit Unions, Net	6,892	18,130
Accounts Receivable - Guarantee Fee on NGNs, Net	-	478
General Property, Plant, and Equipment, Net	5	64
Advances and Prepayments	1,299	1,023
Receivables from Asset Management Estates (AMEs), Net*	255,981	344,252
Total Public Assets	<u>264,177</u>	<u>363,947</u>
TOTAL ASSETS	<u>\$ 20,792,041</u>	<u>\$ 19,150,149</u>
LIABILITIES		
INTRAGOVERNMENTAL		
Accounts Payable - Due to the NCUA Operating Fund	\$ 145	\$ 169
Total Intragovernmental Liabilities	<u>145</u>	<u>169</u>
PUBLIC		
Accounts Payable	3,807	4,354
Insurance and Guarantee Program Liabilities*	163,034	175,135
Other Liabilities	1,771	344
Total Public Liabilities	<u>168,612</u>	<u>179,833</u>
TOTAL LIABILITIES	<u>168,757</u>	<u>180,002</u>
Commitments and Contingencies		
NET POSITION		
Cumulative Result of Operations	4,844,775	5,159,466
Contributed Capital	15,778,509	13,810,681
Total Net Position	<u>20,623,284</u>	<u>18,970,147</u>
TOTAL LIABILITIES AND NET POSITION	<u>\$ 20,792,041</u>	<u>\$ 19,150,149</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>October 2021</u>	<u>October 2021 YTD</u>	<u>October 2020 YTD</u>
GROSS COSTS			
Operating Expenses*	\$ 14,749	\$ 161,626	\$ 147,377
Provision for Insurance Losses			
Reserve Expense (Reduction)	147	(634)	50,580
AME Receivable Bad Debt Expense	-	(139,283)	(11,305)
Total Provision for Insurance Losses	<u>147</u>	<u>(139,917)</u>	<u>39,275</u>
Other Losses	-	32	63
Total Gross Costs	<u>14,896</u>	<u>21,741</u>	<u>186,715</u>
LESS EXCHANGE REVENUES			
Interest Revenue on Note Receivable from the NCUA			
Operating Fund	-	-	(63)
Guarantee Fee Revenue - NGNs	-	(625)	(7,290)
Other Revenue	<u>(24)</u>	<u>(3,163)</u>	<u>(789)</u>
Total Exchange Revenues	<u>(24)</u>	<u>(3,788)</u>	<u>(8,142)</u>
TOTAL NET COST/(INCOME) OF OPERATIONS	<u>\$ 14,872</u>	<u>\$ 17,953</u>	<u>\$ 178,573</u>
LESS NON-EXCHANGE REVENUES			
Interest Revenue - Investments	<u>(20,460)</u>	<u>(195,401)</u>	<u>(232,648)</u>
Total Non-Exchange Revenues	<u>(20,460)</u>	<u>(195,401)</u>	<u>(232,648)</u>
TOTAL NET COST/(INCOME) INCLUDING NON-EXCHANGE REVENUES	<u>\$ (5,588)</u>	<u>\$ (177,448)</u>	<u>\$ (54,075)</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 62.3% and 61.3% for 2021 and 2020, respectively.

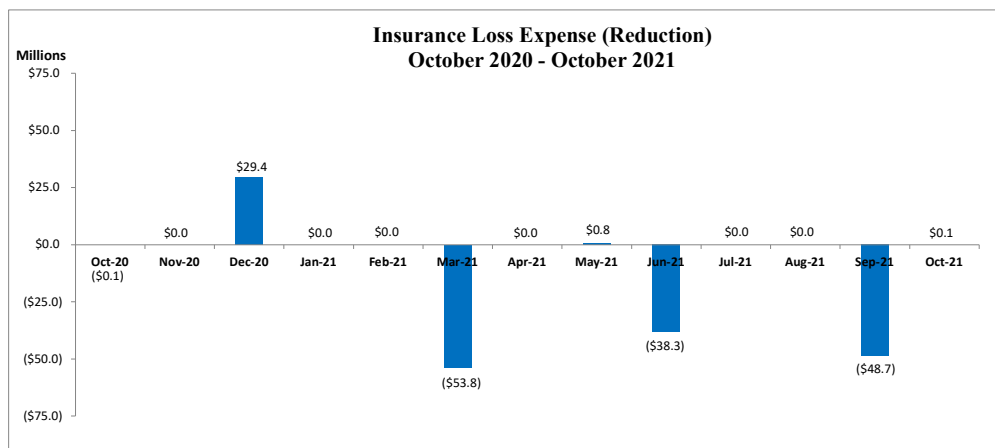
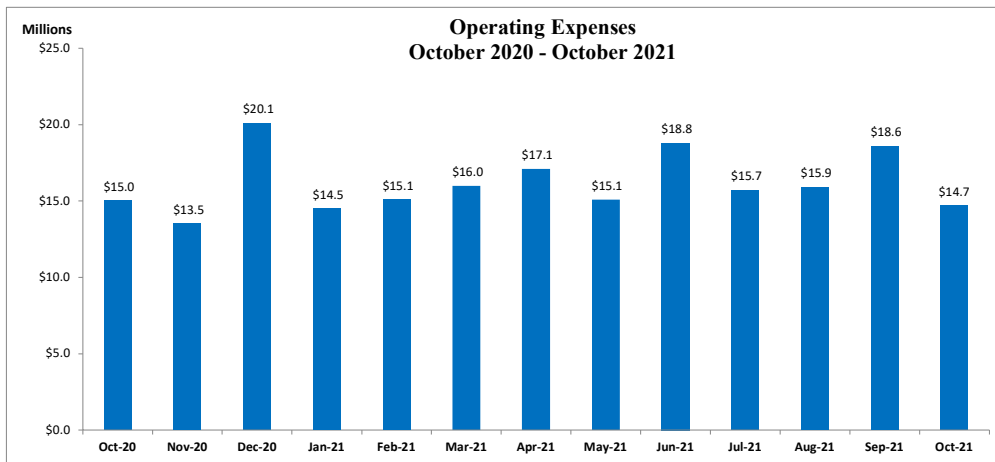
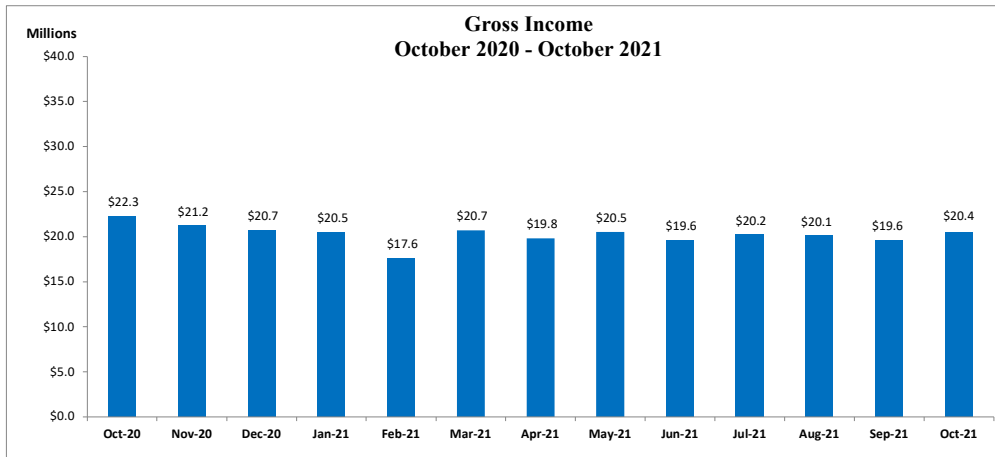
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**NATIONAL CREDIT UNION ADMINISTRATION
SHARE INSURANCE FUND
STATEMENTS OF CHANGES IN NET POSITION
(Dollars in thousands)**

	<u>October 2021</u>	<u>October 2020</u>
CUMULATIVE RESULTS OF OPERATIONS		
Beginning Balances	\$ 5,132,167	\$ 4,632,574
BUDGETARY FINANCING SOURCES		
Non-Exchange Revenue		
Interest Revenue - Investments	195,401	232,648
Distribution to Credit Unions	-	-
Total Budgetary Financing Sources	<u>195,401</u>	<u>232,648</u>
OTHER FINANCING SOURCES		
Non-Exchange Revenue		
Net Unrealized Gain/(Loss) - Investments	(464,840)	472,817
Total Other Financing Sources	<u>(464,840)</u>	<u>472,817</u>
Total Financing Sources	<u>(269,439)</u>	<u>705,465</u>
Net Income /(Cost) of Operations	(17,953)	(178,573)
Net Change	(287,392)	526,892
CUMULATIVE RESULTS OF OPERATIONS	<u>4,844,775</u>	<u>5,159,466</u>
CONTRIBUTED CAPITAL		
Beginning Balances	13,810,674	11,967,387
Change in Contributed Capital	1,967,835	1,843,294
CONTRIBUTED CAPITAL	<u>15,778,509</u>	<u>13,810,681</u>
NET POSITION	<u>\$ 20,623,284</u>	<u>\$ 18,970,147</u>
NET POSITION BREAKDOWN		
Credit Union Contributed Capital	15,778,509	13,810,681
Retained Earnings	4,798,538	4,642,298
Total Net Position Without Unrealized Gain/ (Loss)	<u>20,577,047</u>	<u>18,452,979</u>
Unrealized Gain/ (Loss) - Investments	46,237	517,168
NET POSITION	<u>\$ 20,623,284</u>	<u>\$ 18,970,147</u>

The balances in the statement above are preliminary and unaudited.

**NATIONAL CREDIT UNION ADMINISTRATION
 SHARE INSURANCE FUND
 STATISTICAL INFORMATION
 October 31, 2021**



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

INVESTMENT PORTFOLIO SUMMARY
October 31, 2021

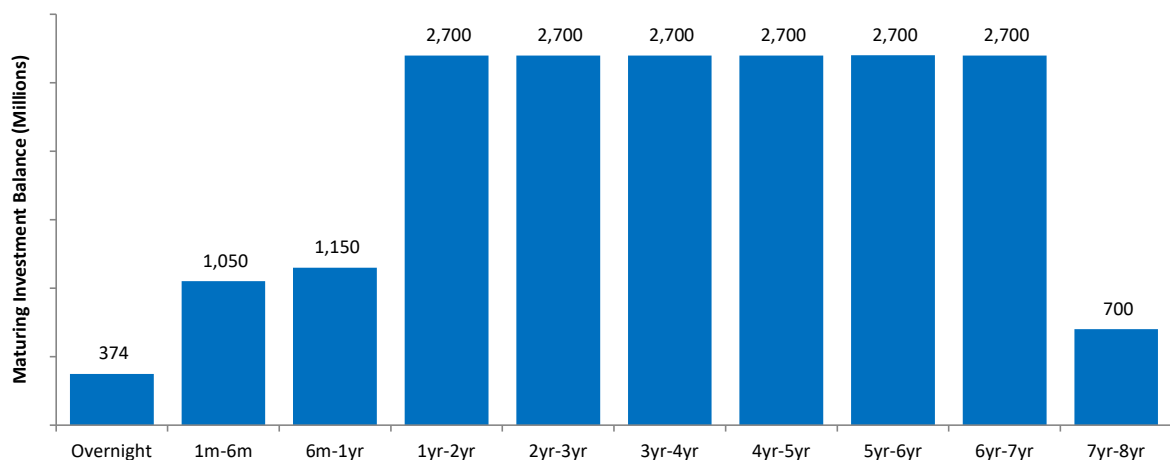
I. INVESTMENT PORTFOLIO BALANCE AND MARKET VALUE (In Dollars)						
	Book Value	Market Value	Unrealized Gain or (Loss)	% Market to Book Value	Weighted Average Yield	
Daily Treasury Account	\$ 374,196,000	\$ 374,196,000	\$ -	100.00%	0.06%	
U.S. Treasury Notes	19,924,596,544	19,970,833,968	46,237,424	100.23%	1.25%	
Total	\$ 20,298,792,544	\$ 20,345,029,968	\$ 46,237,424	100.23%	1.23%	

II. INVESTMENT PORTFOLIO SUMMARY			
	Last Month	Current Month	CY To Date
Investment Yield	1.23%	1.23%	1.25%
Investment Income	\$ 19,435,748	\$ 20,459,705	\$ 195,401,393
Weighted Avg. Maturity in Days	1,279	1,300	

III. MONTHLY ACTIVITY					
Purchased	Type	Amount	Maturity	Yield	
10/15/2021	T-Note	\$ 50,000,000	11/15/2027	1.26%	
10/15/2021	T-Note	\$ 700,000,000	11/15/2028	1.38%	
10/15/2021	T-Note	\$ 50,000,000	11/15/2024	0.67%	
10/15/2021	T-Note	\$ 50,000,000	11/15/2025	0.93%	
10/12/2021	T-Note	\$ 50,000,000	11/15/2022	0.12%	
10/15/2021	T-Note	\$ 50,000,000	11/15/2026	1.10%	
10/12/2021	T-Note	\$ 50,000,000	11/15/2023	0.36%	

TOTAL \$ **1,000,000,000**

IV. MATURITY SCHEDULE (par value in millions)		
TOTAL	\$	19,474



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