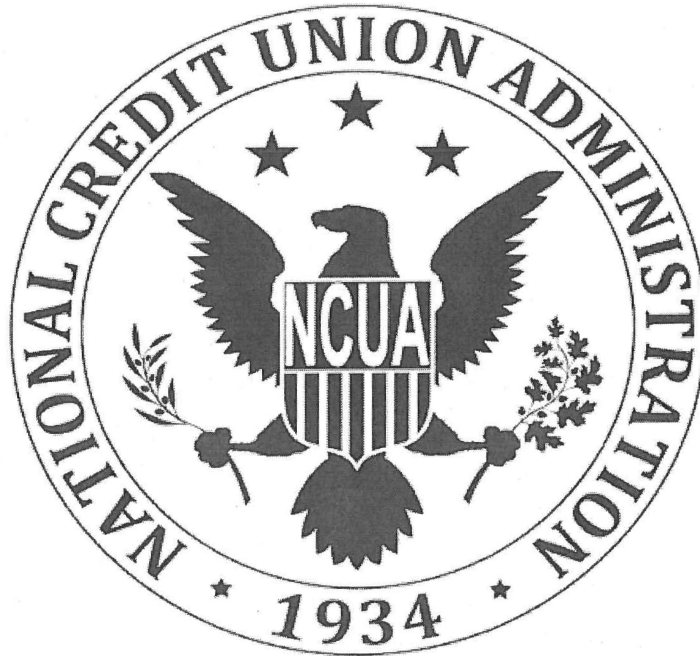


CENTRAL LIQUIDITY FACILITY (CLF)



PRELIMINARY & UNAUDITED FINANCIAL HIGHLIGHTS

June 30, 2019

Anthony Cepulak *vp*
for J. OWEN COLE, JR.
CLF PRESIDENT

**NATIONAL CREDIT UNION ADMINISTRATION
CENTRAL LIQUIDITY FACILITY**

**MANAGEMENT OVERVIEW
June 30, 2019**

Balance Sheet

Assets: Interest receivable consists of investments in U.S. Treasury securities.

Accounts Receivable includes 2019 annual stock adjustments.

Current Liabilities: Dividend & Interest expenses for the month were \$344 thousand in June 2019.

Other Liabilities: Other liabilities include 2019 annual stock adjustments.

Equity: As of June 30, 2019, year to date net income of \$734 thousand has been reserved for retained earnings.

Statements of Revenues, Expenses, and Changes in Fund Balance

Investment Income: Investment earnings for the month totaled \$529 thousand or current month's average yield of 1.98%. This is consistent with prior month's average yield.

Expense: Operating expenses for the month were \$39 thousand.

Net Income: Net income before dividends was \$478 thousand for the month which is slightly lower than prior month.

Borrowing Authority, Investment Activity, Membership and Loans

Borrowing Authority: As of June 30, 2019 and June 30, 2018, CLF's statutory borrowing authority were \$7.3 billion and \$7.0 billion, respectively.

Investment Purchases: \$0.

Maturities of Treasury Notes: \$5,000,000.

Outstanding Investments (Treasury securities listed at carrying amount): U.S. Treasury Notes \$312,914,262 and U.S. Treasury Cash \$12,180,032.

Regular Membership: 273.

Loans: \$0, Borrowing Activity: \$0.

NATIONAL CREDIT UNION ADMINISTRATION CENTRAL LIQUIDITY FACILITY

BALANCE SHEETS

As of June 30, 2019 and 2018

(Dollars in thousands)

| | <u>June 2019</u> | <u>June 2018</u> |
|---|-------------------|-------------------|
| ASSETS | | |
| Cash and Cash Equivalents | \$ 13,180 | \$ 4,279 |
| Investments, Net U.S. Treasury Securities | 312,914 | 304,382 |
| Accounts Receivable | 131 | - |
| Accrued Interest Receivable - Investments | 1,703 | 1,574 |
| TOTAL ASSETS | <u>\$ 327,928</u> | <u>\$ 310,235</u> |
| LIABILITIES | | |
| Accounts Payable | \$ 176 | \$ 220 |
| Dividends Payable | 1,065 | 838 |
| Regular Member Deposits - Liquidity Reserve | 3,464 | 2,158 |
| Other Liabilities | 131 | 7 |
| TOTAL LIABILITIES | <u>4,836</u> | <u>3,223</u> |
| MEMBERS' EQUITY | | |
| Capital Stock Regular Members | 288,427 | 273,819 |
| Retained Earnings Prior Year | 33,932 | 32,637 |
| Retained Earnings Current Year | 734 | 556 |
| TOTAL MEMBERS' EQUITY | <u>323,092</u> | <u>307,012</u> |
| TOTAL LIABILITIES AND EQUITY | <u>\$ 327,928</u> | <u>\$ 310,235</u> |

The balances in the statement above are preliminary and unaudited

NATIONAL CREDIT UNION ADMINISTRATION CENTRAL LIQUIDITY FACILITY
STATEMENTS OF OPERATIONS
For the Periods Ended June 30, 2019 and 2018
(Dollars in thousands)

| | June 2019 | Year-to-Date June 2019 | Year-to-Date June 2018 |
|--|------------------|-----------------------------------|-----------------------------------|
| REVENUES | | | |
| Investment Income | \$ 529 | \$ 3,101 | \$ 2,392 |
| Total Revenues | 529 | 3,101 | 2,392 |
| EXPENSES | | | |
| Employee wages and benefits, net | 28 | 193 | 291 |
| Rent, communications, and utilities | 2 | 13 | 12 |
| Other | 9 | 49 | 57 |
| Total Operating Expenses | 39 | 256 | 360 |
| NET INCOME BEFORE DIVIDENDS & INTERESTS | 490 | 2,846 | 2,031 |
| Dividends & Interests | 344 | 2,112 | 1,475 |
| NET INCOME | \$ 146 | \$ 734 | \$ 556 |

The balances in the statement above are preliminary and unaudited

NATIONAL CREDIT UNION ADMINISTRATION CENTRAL LIQUIDITY FACILITY

DIVIDENDS, RATIOS AND SHARES OUTSTANDING

| DIVIDEND RATES: | <u>2019</u> | <u>2018</u> | <u>2017</u> |
|------------------------------|-------------|-------------|-------------|
| Dividend Rate First Quarter | 1.50% | 1.00% | 0.75% |
| Dividend Rate Second Quarter | 1.50% | 1.25% | 0.75% |
| Dividend Rate Third Quarter | | 1.25% | 1.00% |
| Dividend Rate Fourth Quarter | | 1.50% | 1.00% |

| SELECTED RATIOS: | <u>6/30/2019</u> | <u>6/30/2018</u> |
|---|------------------|------------------|
| Stock & Retained Earnings/Total Assets | 98.50% | 98.95% |
| Loans/Total Assets | 0.00% | 0.00% |
| Loans/Stock & Retained Earnings | 0.00% | 0.00% |
| Total Liabilities/Stock & Retained Earnings | 1.50% | 1.05% |

| OPERATIONS: | <u>6/30/2019</u> | <u>6/30/2019</u> | <u>6/30/2018</u> |
|--|------------------|------------------|------------------|
| | <u>Month</u> | <u>YTD</u> | <u>YTD</u> |
| Total Operating Expenses/Total Revenue | 7.32% | 8.24% | 14.47% |
| Net Income(before Divds)/Total Revenue | 90.25% | 90.76% | 84.93% |
| Loan/Total Revenue | 0.00% | 0.00% | 0.00% |

CAPITAL STOCK:

Required (\$50 par value; authorized: 11,537,074 shares; issued and outstanding: 5,768,537 shares)