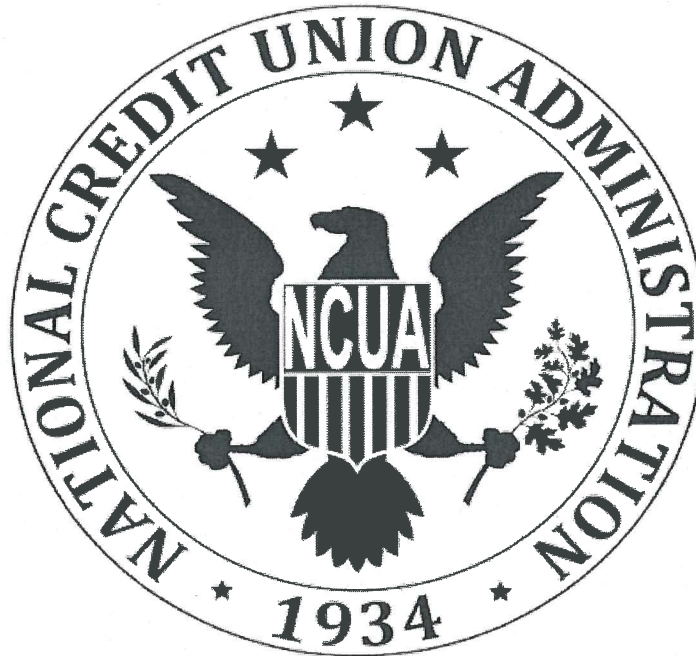


CENTRAL LIQUIDITY FACILITY (CLF)



PRELIMINARY & UNAUDITED FINANCIAL HIGHLIGHTS

September 30, 2018

A handwritten signature in blue ink, which appears to read 'J. Owen Cole, Jr.', is positioned above the printed name.

J. OWEN COLE, JR.
CLF PRESIDENT

**NATIONAL CREDIT UNION ADMINISTRATION
CENTRAL LIQUIDITY FACILITY**

MANAGEMENT OVERVIEW

September 30, 2018

Balance Sheet

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

Current Liabilities: Dividend & Interest expenses for the month were \$312 thousand.

Other Liabilities: Other liabilities include pending redemption of \$767 thousand that was reclassified from capital stock.

Equity: As of September 30, 2018, year-to-date net income of \$958 thousand has been reserved for retained earnings.

Statements of Revenues, Expenses, and Changes in Fund Balance

Investment Income: Investment earnings for the month totaled \$456 thousand or current month's average yield of 1.8%. This is consistent with prior month's average yield.

Expense: Operating expenses for the month were \$30 thousand.

Net Income: Net income before dividends & interests was \$427 thousand for the month which is consistent with prior month.

Borrowing Authority, Investment Activity, Membership and Loans

Borrowing Authority: As of September 30, 2018 and September 30, 2017, CLF's statutory borrowing authority were \$7.0 billion and \$6.6 billion, respectively.

Investment Purchases: \$5,000,000.

Maturities of Treasury Notes: \$4,000,000.

Outstanding Investments (Treasury securities listed at carrying amount): U.S. Treasury Notes \$302,659,136 and U.S. Treasury Cash \$6,558,818.

Regular Membership: 271.

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

NATIONAL CREDIT UNION ADMINISTRATION CENTRAL LIQUIDITY FACILITY**BALANCE SHEETS****As of September 30, 2018 and 2017****(Dollars in thousands)**

	<u>September 2018</u>	<u>September 2017</u>
ASSETS		
Cash and Cash Equivalents	\$ 7,559	\$ 5,881
Investments, Net U.S. Treasury Securities	302,659	285,565
Accrued Interest Receivable - Investments	<u>1,485</u>	<u>1,172</u>
TOTAL ASSETS	<u>\$ 311,703</u>	<u>\$ 292,618</u>
LIABILITIES		
Accounts Payable	\$ 141	\$ 213
Dividends Payable	-	-
Regular Member Deposits - Liquidity Reserve	3,013	1,864
Other Liabilities	<u>767</u>	<u>-</u>
TOTAL LIABILITIES	<u>3,921</u>	<u>2,077</u>
MEMBERS' EQUITY		
Capital Stock Regular Members	274,187	258,154
Retained Earnings Prior Year	32,637	31,560
Retained Earnings Current Year	<u>958</u>	<u>827</u>
TOTAL MEMBERS' EQUITY	<u>307,782</u>	<u>290,541</u>
TOTAL LIABILITIES AND EQUITY	<u>\$ 311,703</u>	<u>\$ 292,618</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 September 30, 2018 and 2017
(Dollars in thousands)

	<u>September 2018</u>	<u>Year-to-Date September 2018</u>	<u>Year-to-Date September 2017</u>
REVENUES			
Investment Income	\$ 456	\$ 3,762	\$ 2,900
Total Revenues	<u>456</u>	<u>3,762</u>	<u>2,900</u>
EXPENSES			
Employee wages and benefits, net	21	360	429
Rent, communications, and utilities	2	18	17
Other	8	64	65
Total Operating Expenses	<u>30</u>	<u>442</u>	<u>511</u>
NET INCOME BEFORE DIVIDENDS & INTERESTS	<u>427</u>	<u>3,321</u>	<u>2,389</u>
Dividends & Interests	<u>312</u>	<u>2,362</u>	<u>1,562</u>
NET INCOME	<u>\$ 113</u>	<u>\$ 958</u>	<u>\$ 827</u>

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>2018</u>	<u>2017</u>	<u>2016</u>
Dividend Rate First Quarter	1.00%	0.75%	0.25%
Dividend Rate Second Quarter	1.25%	0.75%	0.50%
Dividend Rate Third Quarter	1.25%	1.00%	0.50%
Dividend Rate Fourth Quarter		1.00%	0.50%

SELECTED RATIOS:	<u>9/30/2018</u>	<u>9/30/2017</u>
Stock & Retained Earnings/Total Assets	98.73%	99.29%
Loans/Total Assets	0.00%	0.00%
Loans/Stock & Retained Earnings	0.00%	0.00%
Total Liabilities/Stock & Retained Earnings	1.27%	0.71%

OPERATIONS:	<u>9/30/2018</u>	<u>9/30/2018</u>	<u>9/30/2017</u>
	<u>Month</u>	<u>YTD</u>	<u>YTD</u>
Total Operating Expenses/Total Revenue	6.62%	11.74%	17.24%
Net Income(before Divds)/Total Revenue	91.31%	87.62%	82.39%
Loan/Total Revenue	0.00%	0.00%	0.00%

CAPITAL STOCK:

Required (\$50 par value; authorized: 10,967,490 shares; issued and outstanding: 5,483,745 shares)