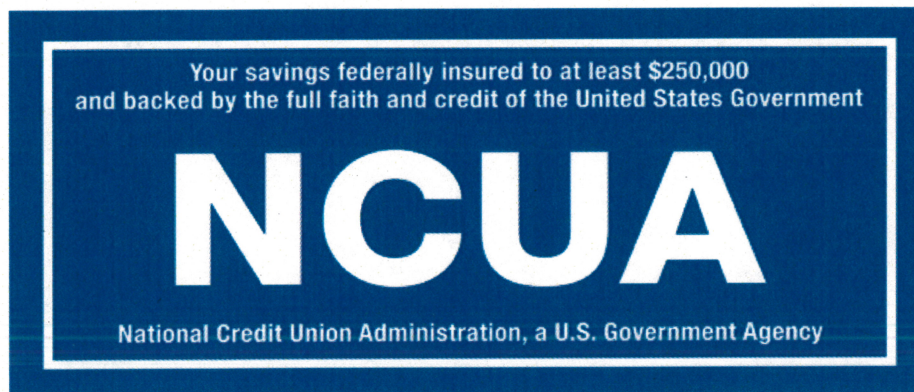


# NATIONAL CREDIT UNION SHARE INSURANCE FUND



## PRELIMINARY & UNAUDITED FINANCIAL HIGHLIGHTS

February 28, 2015

A handwritten signature in blue ink, reading "Rendell L. Jones", is positioned above the printed name and title. The signature is fluid and cursive.

RENDELL L. JONES  
CHIEF FINANCIAL OFFICER

**NATIONAL CREDIT UNION  
SHARE INSURANCE FUND**

**FINANCIAL HIGHLIGHTS  
February 28, 2015**

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**Balance Sheet:**

**Other - Insurance and Guarantee Program Liabilities (Reserves):** Reserves are \$178.3 million as of February 28, 2015; \$5.7 million is for specific natural person credit unions, and \$172.6 million is for general reserves.

**Statement of Net Cost:**

For the month ended February 28, 2015, the fund had net income of \$0.7 million. The fund recognized gross revenues of \$17.0 million and total operating expenses of \$16.3 million. The fund did not recognize any insurance loss expense during the month of February 2015.

**NATIONAL CREDIT UNION SHARE INSURANCE FUND**

**PRELIMINARY AND UNAUDITED BALANCE SHEETS**

As of February 28, 2015

(Dollars in thousands)

	<u>February 2015</u>	<u>January 2015</u>	<u>February 2014</u>
<b>ASSETS</b>			
<b>INTRAGOVERNMENTAL</b>			
Fund Balance with Treasury	\$ 2,439	\$ 1,500	\$ 500
Investments, Net U.S. Treasury Securities	11,695,296	11,804,027	11,311,362
Accounts Receivable - Note due from the National Credit Union Administration Operating Fund	11,510	11,621	12,851
Accounts Receivable - Due from the National Credit Union Administration Operating Fund	890	6,102	2,579
Accrued Interest Receivable, Investments	<u>60,307</u>	<u>82,806</u>	<u>55,681</u>
Total Intragovernmental Assets	<u>11,770,442</u>	<u>11,906,056</u>	<u>11,382,973</u>
<b>PUBLIC</b>			
Accounts Receivable - Due from Credit Unions	-	938	-
General Property, Plant, and Equipment, Net	128	128	-
Notes Receivable, Net	170,697	172,205	208,493
Accrued Interest Receivable	373	336	329
Advances	11	23	4
Other - Receivable from Asset Management Estates, Net	<u>80,116</u>	<u>83,453</u>	<u>108,825</u>
Total Public Assets	<u>251,325</u>	<u>257,083</u>	<u>317,651</u>
<b>TOTAL ASSETS</b>	<u>\$ 12,021,767</u>	<u>\$ 12,163,139</u>	<u>\$ 11,700,624</u>
<b>LIABILITIES</b>			
<b>INTRAGOVERNMENTAL</b>			
Accounts Payable - Due to the National Credit Union Administration Operating Fund	\$ -	\$ -	\$ 19
Accounts Payable - Due to the Temporary Corporate Credit Union Stabilization Fund	157	136	-
Other - Distribution Payable to the Temporary Corporate Credit Union Stabilization Fund	-	-	95,291
Total Intragovernmental Liabilities	<u>157</u>	<u>136</u>	<u>95,310</u>
<b>PUBLIC</b>			
Accounts Payable	1,559	587	758
Other - Insurance and Guarantee Program Liabilities (Reserves)	<u>178,318</u>	<u>178,318</u>	<u>241,066</u>
Total Public Liabilities	<u>179,877</u>	<u>178,905</u>	<u>241,824</u>
<b>TOTAL LIABILITIES</b>	<u>180,034</u>	<u>179,041</u>	<u>337,134</u>
<b>NET POSITION</b>			
Contributed Capital	8,944,145	8,944,103	8,661,393
Cumulative Result of Operations	<u>2,897,588</u>	<u>3,039,995</u>	<u>2,702,097</u>
Total Net Position	<u>11,841,733</u>	<u>11,984,098</u>	<u>11,363,490</u>
<b>TOTAL LIABILITIES AND NET POSITION</b>	<u>\$ 12,021,767</u>	<u>\$ 12,163,139</u>	<u>\$ 11,700,624</u>

**NATIONAL CREDIT UNION SHARE INSURANCE FUND**  
**PRELIMINARY AND UNAUDITED STATEMENTS OF NET COST**  
**For the Periods Ending February 28, 2015**  
(Dollars in thousands)

	<u>February 2015</u>	<u>CY to Date February 2015</u>	<u>CY to Date February 2014</u>
<b>GROSS COSTS</b>			
<b>OPERATING EXPENSES (1)</b>			
Employee Pay	\$ 7,814	\$ 17,215	\$ 16,198
Employee Benefits	3,853	6,357	5,773
Travel	1,346	1,581	1,630
Rent, Communications, and Utilities	253	133	247
Administrative Costs	1,275	1,159	1,146
Contracted Services	1,717	792	1,144
Training Expense	33	79	55
Other Insurance Expense	5	5	-
Total Operating Costs	<u>16,296</u>	<u>27,321</u>	<u>26,193</u>
<b>INSURANCE LOSS EXPENSE</b>	-	-	20,414
Total Gross Costs	<u>16,296</u>	<u>27,321</u>	<u>46,607</u>
<b>LESS EXCHANGE REVENUES</b>			
Interest Revenue on Note Receivable due from the National Credit Union Administration Operating Fund	(17)	(35)	(38)
Interest Revenue - Other	(302)	(638)	(518)
Other Revenue	-	(1)	(1)
Total Exchange Revenue	<u>(319)</u>	<u>(674)</u>	<u>(557)</u>
<b>TOTAL NET COST/(INCOME) OF OPERATIONS</b>	<u>15,977</u>	<u>26,647</u>	<u>46,050</u>
<b>LESS NON-EXCHANGE REVENUES</b>			
Investment Income	(16,636)	(34,929)	(33,205)
Total Non-Exchange Revenues	<u>(16,636)</u>	<u>(34,929)</u>	<u>(33,205)</u>
<b>TOTAL NET COST/(INCOME) INCLUDING NON-EXCHANGE REVENUES</b>	<u>\$ (659)</u>	<u>\$ (8,282)</u>	<u>\$ 12,845</u>

(1) 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 71.8% and 69.2% for 2015 and 2014, respectively.

**NATIONAL CREDIT UNION SHARE INSURANCE FUND**  
**PRELIMINARY AND UNAUDITED STATEMENTS OF NET POSITION**  
**February 28, 2015**  
**(Dollars in thousands)**

	<u>February 2015</u>	<u>January 2015</u>	<u>February 2014</u>
<b>NET POSITION BREAKDOWN</b>			
CU Contributed Capital	\$ 8,944,145	\$ 8,944,103	\$ 8,661,393
Retained Earnings	<u>2,689,226</u>	<u>2,688,567</u>	<u>2,592,184</u>
Total Net Position without Unrealized Gain/(Loss)	<u>11,633,371</u>	<u>11,632,670</u>	<u>11,253,577</u>
Unrealized Gain/(Loss) - Investments	<u>208,362</u>	<u>351,428</u>	<u>109,913</u>
<b>NET POSITION</b>	<u>\$ 11,841,733</u>	<u>\$ 11,984,098</u>	<u>\$ 11,363,490</u>

**Comparative Analysis of NCUSIF Ratios for February 2015**

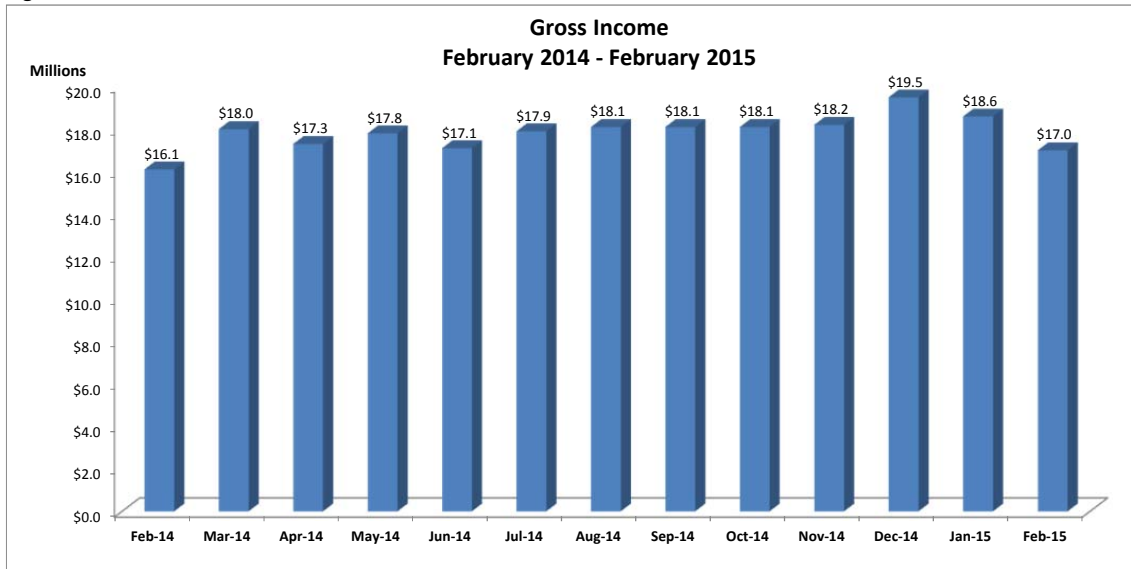
	<b>February 2015</b>	<b>January 2015</b>	<b>February 2014</b>
<b>Investments/Total Assets</b>	97.28%	97.05%	96.67%
<b>Total Equity/Insured Shares (1)</b>	1.29%	1.29%	1.30%
<b>Available Assets Ratio</b>	1.28%	1.29%	1.27%
<b>Ins. Loss Exp./Insured Shares</b>	0.00%	0.00%	0.00%

Insured Shares as of December 31, 2014 (in billions)                   \$            **903.0**  
Insured Shares as of December 31, 2013 (in billions)                                   **866.3**

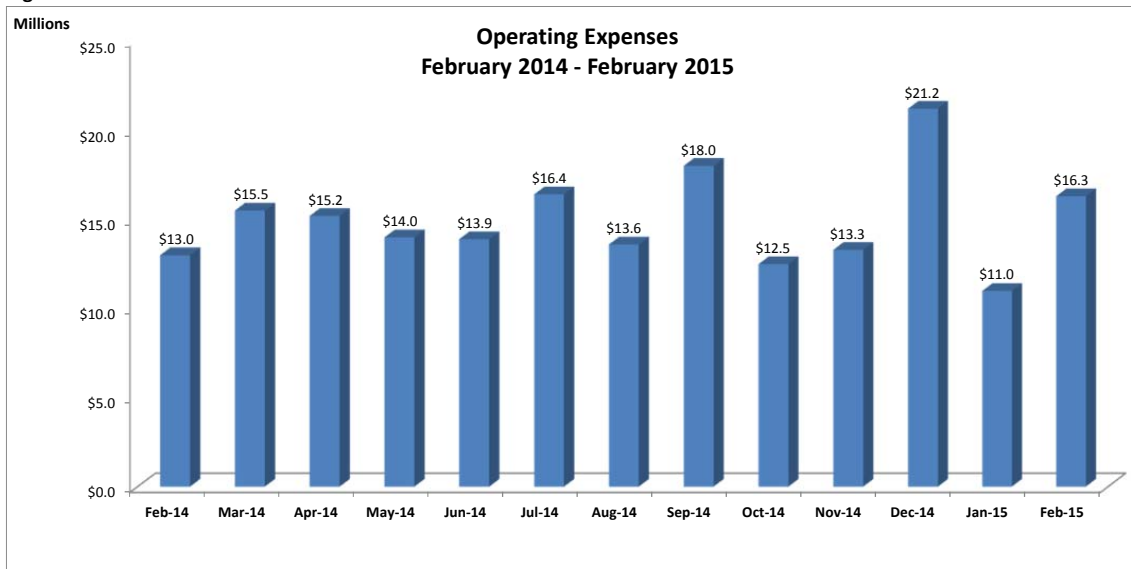
(1) The February 2015 and January 2015 ratios are based on an insured share level of \$903.0 billion as of December 31, 2014.

The February 2014 ratios is based on an insured share level of \$866.3 billion as of December 31, 2013.

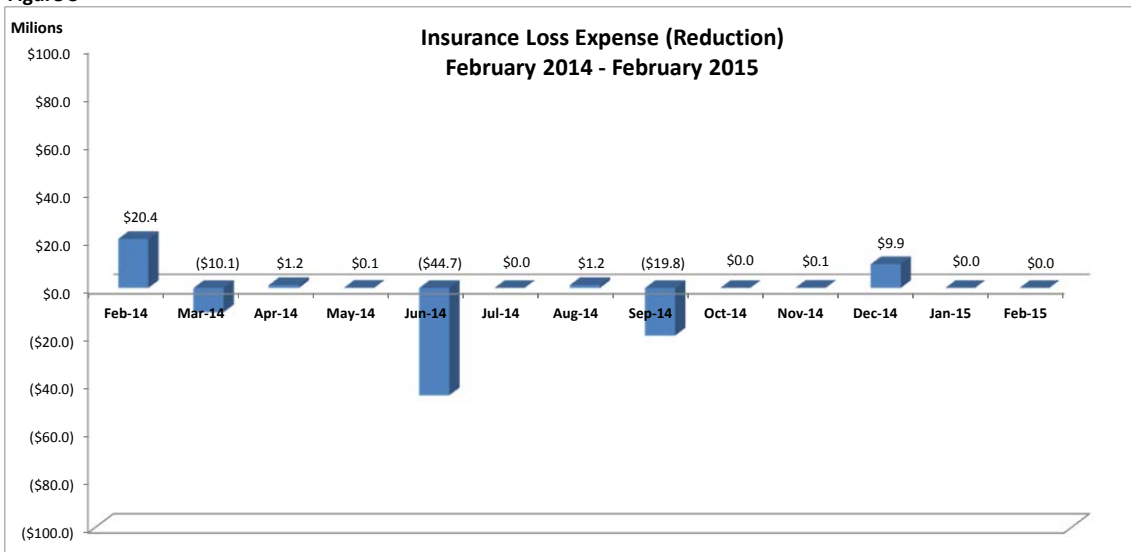
**Figure 1**



**Figure 2**



**Figure 3**



**INVESTMENT PORTFOLIO SUMMARY**  
February 28, 2015

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	\$ 102,952,000	\$ 102,952,000	\$ -	100.00%	0.02%
U.S. Treasury Notes	11,383,981,939	11,592,343,750	208,361,811	101.83%	1.90%
<b>Total</b>	<b>\$ 11,486,933,939</b>	<b>\$ 11,695,295,750</b>	<b>\$ 208,361,811</b>	<b>101.81%</b>	<b>1.88%</b>

II. INVESTMENT PORTFOLIO SUMMARY			
	Last Month	Current Month	CY To Date
Investment Yield	1.87%	1.88%	1.88%
Investment Income	\$ 18,292,564	\$ 16,635,665	\$ 34,928,229
Weighted Avg. Maturity in Days	1,537	1,568	

III. MONTHLY ACTIVITY				
Purchased	Type	Amount	Maturity	Yield
2/2/2015	T-Note	100,000,000	11/15/2024	1.69%
2/17/2015	T-Note	100,000,000	2/15/2025	2.08%
<b>TOTAL</b>		<b>\$ 200,000,000</b>		

IV. MATURITY SCHEDULE (par value in millions)	
<b>TOTAL</b>	<b>\$ 11,373</b>

