

NATIONAL CREDIT UNION SHARE INSURANCE FUND



**PRELIMINARY & UNAUDITED
FINANCIAL HIGHLIGHTS
June 30, 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
June 30, 2021**

Balance Sheets

Receivables from Asset Management Estates Net is \$426.9 million; \$4.6 million is for natural person credit unions, and \$422.3 million is for corporate credit unions.

Insurance and Guarantee Program Liabilities related to Reserves are \$161.1 million; \$9.1 million is for specific reserves for natural person credit unions, and \$152.0 million is for general reserves.

Statements of Net Cost

For the month ended June 30, 2021, the fund had net income of \$39.1 million. The fund recognized gross revenues of \$19.6 million and total operating expenses of \$18.8 million. The fund recognized an insurance loss reduction of \$38.3 million during the month of June 2021.

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

	June 2021	June 2020
ASSETS		
INTRAGOVERNMENTAL		
Fund Balance with Treasury	\$ 29,618	\$ 9,388
Investments, Net - U.S. Treasury Securities	19,272,201	17,434,817
Accrued Interest Receivable - Investments	90,940	77,931
Accounts Receivable - Due from the NCUA Operating Fund	1,001	76
Note Receivable - Note due from the NCUA Operating Fund	-	4,358
Total Intragovernmental Assets	<u>19,393,760</u>	<u>17,526,570</u>
PUBLIC		
Accounts Receivable - Due from Insured Credit Unions, Net	2	23
Accounts Receivable - Guarantee Fee on NGNs, Net	-	587
General Property, Plant, and Equipment, Net	24	83
Advances and Prepayments	4,339	949
Receivables from Asset Management Estates (AMEs), Net*	426,911	149,920
Total Public Assets	<u>431,276</u>	<u>151,562</u>
TOTAL ASSETS	<u>\$ 19,825,036</u>	<u>\$ 17,678,132</u>
LIABILITIES		
INTRAGOVERNMENTAL		
Accounts Payable - Due to the NCUA Operating Fund	\$ 120	\$ 181
Total Intragovernmental Liabilities	<u>120</u>	<u>181</u>
PUBLIC		
Accounts Payable	4,288	4,335
Insurance and Guarantee Program Liabilities*	161,086	183,994
Other Liabilities	909	311
Total Public Liabilities	<u>166,283</u>	<u>188,640</u>
TOTAL LIABILITIES	<u>166,403</u>	<u>188,821</u>
Commitments and Contingencies		
NET POSITION		
Contributed Capital	14,684,011	12,259,330
Cumulative Result of Operations	4,974,622	5,229,981
Total Net Position	<u>19,658,633</u>	<u>17,489,311</u>
TOTAL LIABILITIES AND NET POSITION	<u>\$ 19,825,036</u>	<u>\$ 17,678,132</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>June 2021</u>	<u>June 2021 YTD</u>	<u>June 2020 YTD</u>
GROSS COSTS			
Operating Expenses*	\$ 18,835	\$ 96,752	\$ 94,086
Provision for Insurance Losses			
Reserve Expense (Reduction)	(3,408)	(2,852)	54,486
AME Receivable Bad Debt Expense	<u>(34,905)</u>	<u>(88,467)</u>	<u>(20,000)</u>
Total Provision for Insurance Losses	<u>(38,313)</u>	<u>(91,319)</u>	<u>34,486</u>
Other Losses	<u>-</u>	<u>32</u>	<u>63</u>
Total Gross Costs	<u>(19,478)</u>	<u>5,465</u>	<u>128,635</u>
LESS EXCHANGE REVENUES			
Interest Revenue on Note Receivable from the NCUA			
Operating Fund	-	-	(41)
Guarantee Fee Revenue - NGNs	(37)	(625)	(4,606)
Other Revenue	<u>(237)</u>	<u>(2,600)</u>	<u>(505)</u>
Total Exchange Revenues	<u>(274)</u>	<u>(3,225)</u>	<u>(5,152)</u>
TOTAL NET COST/(INCOME) OF OPERATIONS	<u>\$ (19,752)</u>	<u>\$ 2,240</u>	<u>\$ 123,483</u>
LESS NON-EXCHANGE REVENUES			
Interest Revenue - Investments	<u>(19,315)</u>	<u>(115,667)</u>	<u>(143,940)</u>
Total Non-Exchange Revenues	<u>(19,315)</u>	<u>(115,667)</u>	<u>(143,940)</u>
TOTAL NET COST/(INCOME) INCLUDING NON-EXCHANGE REVENUES	<u>\$ (39,067)</u>	<u>\$ (113,427)</u>	<u>\$ (20,457)</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.

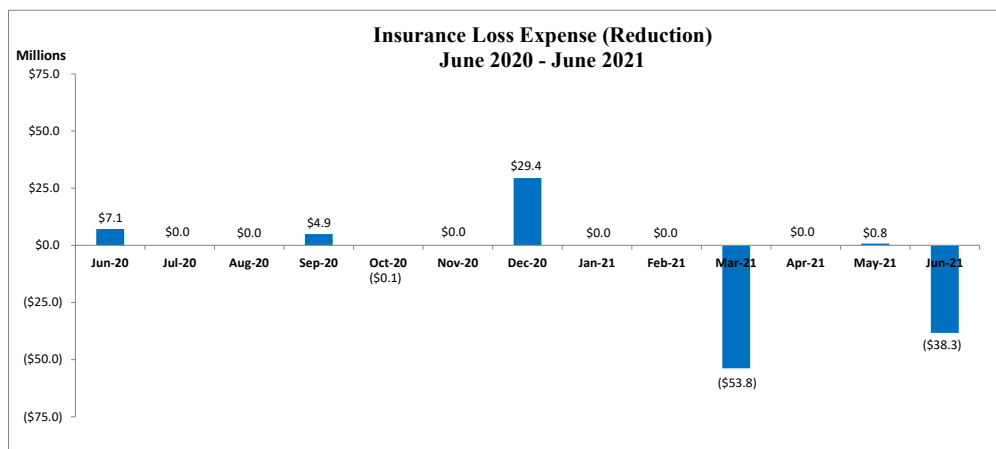
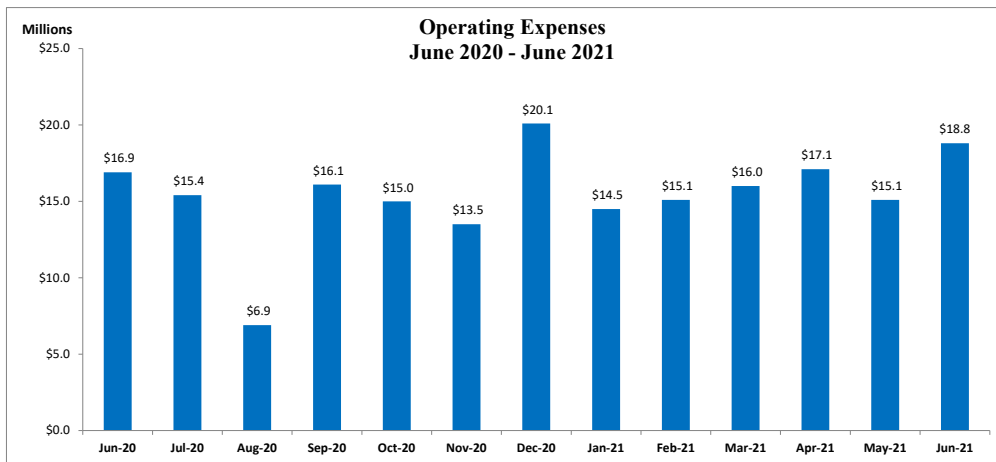
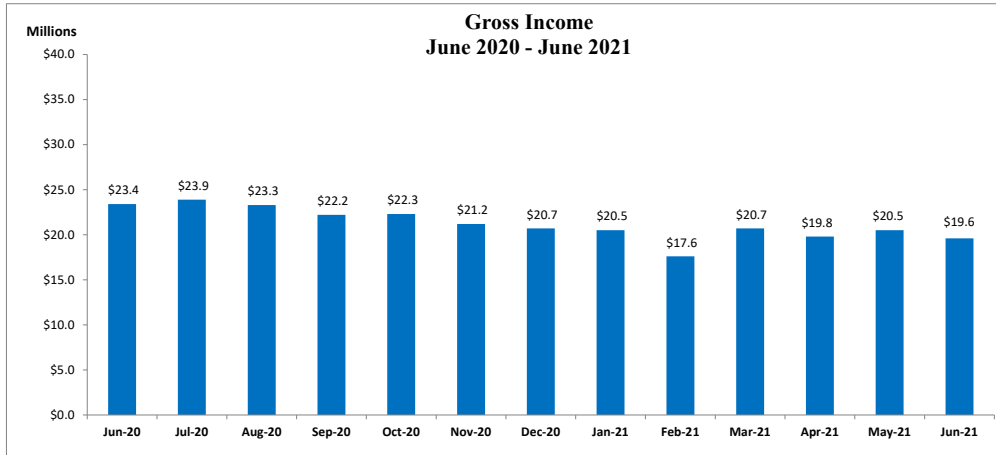
The balances in the statement above are preliminary and unaudited.

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

	<u>June 2021</u>	<u>June 2020</u>
CUMULATIVE RESULTS OF OPERATIONS		
Beginning Balances	\$ 5,132,167	\$ 4,632,574
BUDGETARY FINANCING SOURCES		
Non-Exchange Revenue		
Interest Revenue - Investments	115,667	143,940
Distribution to Credit Unions	-	-
Total Budgetary Financing Sources	<u>115,667</u>	<u>143,940</u>
OTHER FINANCING SOURCES		
Non-Exchange Revenue		
Net Unrealized Gain/(Loss) - Investments	(270,972)	576,950
Total Other Financing Sources	<u>(270,972)</u>	<u>576,950</u>
Total Financing Sources	<u>(155,305)</u>	<u>720,890</u>
Net Income /(Cost) of Operations	(2,240)	(123,483)
Net Change	(157,545)	597,407
CUMULATIVE RESULTS OF OPERATIONS	<u>4,974,622</u>	<u>5,229,981</u>
CONTRIBUTED CAPITAL		
Beginning Balances	13,810,674	11,967,387
Change in Contributed Capital	873,337	291,943
CONTRIBUTED CAPITAL	<u>14,684,011</u>	<u>12,259,330</u>
NET POSITION	<u>\$ 19,658,633</u>	<u>\$ 17,489,311</u>
NET POSITION BREAKDOWN		
Credit Union Contributed Capital	14,684,011	12,259,330
Retained Earnings	4,734,516	4,608,682
Total Net Position Without Unrealized Gain/ (Loss)	<u>19,418,527</u>	<u>16,868,012</u>
Unrealized Gain/ (Loss) - Investments	240,106	621,299
NET POSITION	<u>\$ 19,658,633</u>	<u>\$ 17,489,311</u>

The balances in the statement above are preliminary and unaudited.

**NATIONAL CREDIT UNION ADMINISTRATION
 SHARE INSURANCE FUND
 STATISTICAL INFORMATION
 June 30, 2021**



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

INVESTMENT PORTFOLIO SUMMARY
June 30, 2021

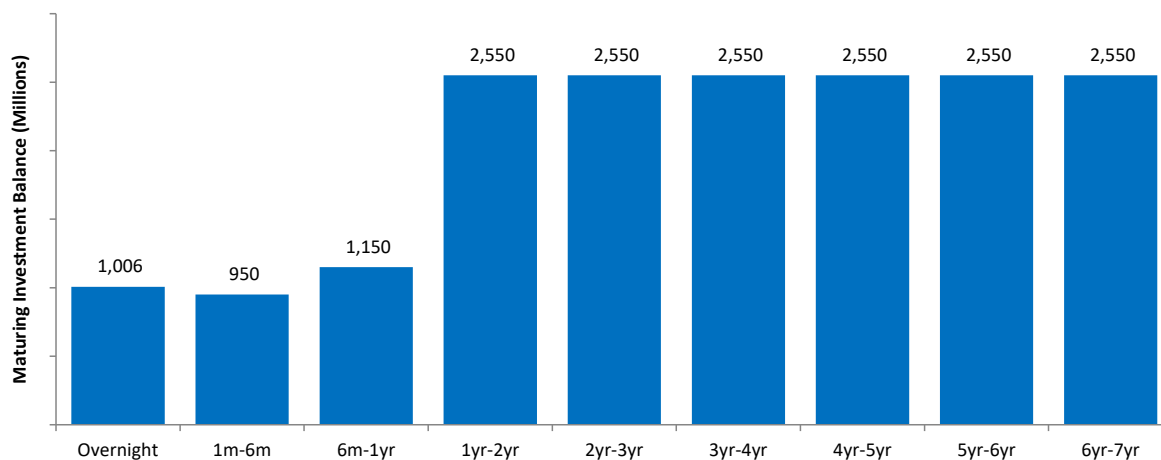
I. INVESTMENT PORTFOLIO BALANCE AND MARKET VALUE (In Dollars)						
	Book Value	Market Value	Unrealized Gain or (Loss)	% Market to Book Value	Weighted Average Yield	
Daily Treasury Account	\$ 1,006,069,000	\$ 1,006,069,000	\$ -	100.00%	0.04%	
U.S. Treasury Notes	18,026,026,360	18,266,132,339	240,105,979	101.33%	1.30%	
Total	\$ 19,032,095,360	\$ 19,272,201,339	\$ 240,105,979	101.26%	1.24%	

II. INVESTMENT PORTFOLIO SUMMARY			
	Last Month	Current Month	CY To Date
Investment Yield	1.22%	1.24%	1.26%
Investment Income	\$ 20,187,866	\$ 19,314,943	\$ 115,667,143
Weighted Avg. Maturity in Days	1,239	1,240	

III. MONTHLY ACTIVITY					
Purchased	Type	Amount	Maturity	Yield	
6/1/2021	T - Notes	\$ 50,000,000	2/15/2028	1.20%	
6/1/2021	T - Notes	\$ 50,000,000	2/15/2024	0.24%	
6/1/2021	T - Notes	\$ 50,000,000	2/15/2025	0.48%	
6/1/2021	T - Notes	\$ 50,000,000	2/15/2026	0.75%	
6/1/2021	T - Notes	\$ 50,000,000	2/15/2023	0.12%	
6/1/2021	T - Notes	\$ 50,000,000	2/15/2027	0.99%	

TOTAL \$ **300,000,000**

IV. MATURITY SCHEDULE (par value in millions)		
TOTAL	\$	18,406



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