# NATIONAL CREDIT UNION SHARE INSURANCE FUND

Your savings federally insured to at least \$250,000 and backed by the full faith and credit of the United States Government

## NCUA

National Credit Union Administration, a U.S. Government Agency

# PRELIMINARY AND UNAUDITED FINANCIAL HIGHLIGHTS September 30, 2011

May Ann Woodson

MARY ANN WOODSON
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## NCUSIF FINANCIAL HIGHLIGHTS September 30, 2011

## **Balance Sheet:**

Other – Insurance and Guarantee Program Liabilities - \$998.5 million includes \$22.5 million in reserves for specific and \$976 million in reserves for non-specific natural person credit unions.

## **Statement of Net Cost:**

**Insurance Loss Expense** – The NCUSIF increased insurance loss expense by \$217 thousand during the month of September 2011.

### NATIONAL CREDIT UNION ADMINISTRATION

## NCUSIF PRELIMINARY AND UNAUDITED BALANCE SHEETS As of September 30, 2011

	September 2011	August 2011	December 2010
ASSETS			
INTRAGOVERNM ENTAL			
Fund Balance with Treasury	\$ 21,384,111	\$ 517,913	\$ 1,550,754
Investments, Net U.S. Treasury Securities	11,430,325,500	11,230,451,988	10,848,271,875
Accounts Receivable - Note due from the National	,,,.	,,,	
Credit Union Administration Operating Fund	16,091,251	16,202,996	17,096,954
Accrued Interest Receivable	71,408,409	69,036,825	72,358,816
Total Intragovernmental Assets	11,539,209,271	11,316,209,722	10,939,278,399
PUBLIC			
Accounts Receivable - Capitalization Deposits from Insured Credit			
Unions, Net	22,450,012	1,178	182,759
Accounts Receivable - Premium Assessments from Insured			
Credit Unions, Net	-	-	2,035,805
Other - Receivable from Asset Management Estates, Net	119,889,669	126,527,238	143,278,586
General Property, Plant, and Equipment, Net	23,334	25,000	38,333
Total Public Assets	142,363,015	126,553,416	145,535,483
TOTAL ASSETS	\$ 11,681,572,286	\$ 11,442,763,138	\$ 11,084,813,882
LIABILITIES			
INTRAGOVERNM ENTAL			
Accounts Payable - Due to the Temporary Corporate Credit Union			
Stabilization Fund	\$ 7,311,391	\$ -	\$ 194,123
Accounts Payable - Due to the National Credit Union Administration			
Operating Fund	3,133,357		2,857,129
Total Intragovernmental Liabilities	10,444,748	-	3,051,252
PUBLIC			
Accounts Payable	337,483	1,351,595	433,175
Other - Insurance and Guarantee Program Liabilities	998,518,010	1,000,028,582	1,225,280,456
Total Public Liabilities	998,855,493	1,001,380,177	1,225,713,631
TOTAL LIABILITIES	1,009,300,241	1,001,380,177	1,228,764,883
NET POSITION			
Contributed Capital	7,808,850,797	7,578,300,412	7,485,158,660
Cumulative Result of Operations	2,863,421,248	2,863,082,549	2,370,890,339
Total Net Position	10,672,272,045	10,441,382,961	9,856,048,999
TOTAL LIABILITIES AND NET POSITION	\$ 11,681,572,286	\$ 11,442,763,138	\$ 11,084,813,882

## NATIONAL CREDIT UNION ADMINISTRATION

## NCUSIF PRELIMINARY AND UNAUDITED STATEMENTS OF NET COST For the Period Ending September 30, 2011

OPERATING EXPENSES  Employee Pay Employee Benefits Travel Rent, Communications, and Utilities Administrative Costs Contracted Services AMAC Expense Training Expense Leasing Expense Other Insurance Expense Total Operating Costs	Sep	tember 2011	August 2011	CY to Date		
GROSS COSTS						
OPERATING EXPENSES						
Employee Pay	\$	7,727,010	\$ 6,547,740	\$	55,489,681	
Employee Benefits		1,700,157	1,844,929		15,456,304	
Travel		2,552,757	1,150,314		11,948,192	
Rent, Communications, and Utilities		439,446	186,039		2,136,593	
Administrative Costs		1,500,913	614,341		6,814,947	
Contracted Services		205,584	974,248		6,406,450	
AMAC Expense		-	-		62,997	
Training Expense		331,224	85,066		1,073,595	
Leasing Expense		1,667	1,667		15,001	
Other Insurance Expense		147,743	57,390		911,433	
Total Operating Costs		14,606,501	11,461,734		100,315,193	
INSURANCE LOSS EXPENSE		217,322	3,173,913		(160,137,074)	
Total Gross Costs		14,823,823	14,635,647		(59,821,881)	
LESS EXCHANGE REVENUES						
Interest Revenue on Note Receivable due from the National		07.040	00.704		202 202	
Credit Union Administration Operating Fund Insurance and Guarantee Premium Revenue		27,642 -	28,761 -		263,202 44,584	
Total Exchange Revenue		27,642	28,761		307,786	
TOTAL NET COST/(INCOME) OF OPERATIONS		14,796,181	14,606,886		(60,129,667)	
LESS NON-EXCHANGE REVENUES						
Investment Income		18,359,774	19,038,282		170,567,126	
Total Non-Exchange Revenues		18,359,774	19,038,282		170,567,126	
TOTAL NET COST/(INCOME) INCLUDING NON-EXCHANGE REVENUES	\$	(3,563,593)	\$ (4,431,396)	\$	(230,696,793)	

#### NATIONAL CREDIT UNION ADMINISTRATION

## NCUSIF PRELIMINARY AND UNAUDITED STATEMENTS OF NET POSITION September 30, 2011

NET POSITION PREAKPONAN		eptember 2011	August 2011	December 2010	
NET POSITION BREAKDOWN					
CU Contributed Capital	\$	7,808,850,797	\$ 7,578,300,412	\$	7,485,158,660
Retained Earnings		2,415,200,207	2,411,636,614		2,184,503,412
Total Net Position without Unrealized Gain/Loss		10,224,051,004	9,989,937,026		9,669,662,072
Unrealized Gain/(Loss) - Investments		448,221,041	451,445,935		186,386,927
NET POSITION	\$	10,672,272,045	\$ 10,441,382,961	\$	9,856,048,999

#### Comparative Analysis of NCUSIF Ratios for September 30, 2011

	September 2011	August 2011	December 2010
Investments/Total Assets	97.85%	98.14%	97.87%
Total Equity/Insured Shares (1)	1.31%	1.28%	1.28%
Non-Earning/Total Assets	2.15%	1.86%	2.12%
Available Asset Ratio	1.25%	1.31%	1.27%
Ins. Loss Exp./Insured Shares	0.00%	0.00%	0.10%

Actual Insured Shares as of June 30, 2011 Actual Insured Shares as of December 31, 2010

<sup>\$ 782,422,299,428</sup> 

<sup>\$ 757,921,704,390</sup> 

<sup>(1)</sup> The August and September 2011 Equity Ratio is based on an actual insured share level of \$782 billion at June 30, 2011, which is an actual 3.23% growth rate from the last reporting period.

Figure 1

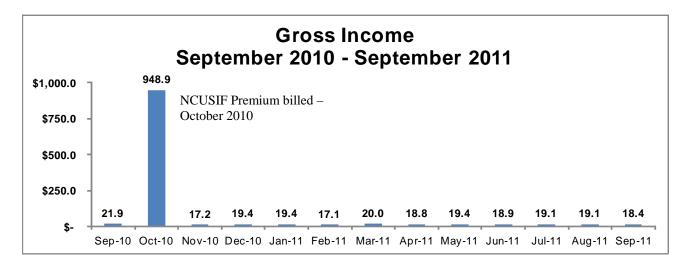


Figure 2

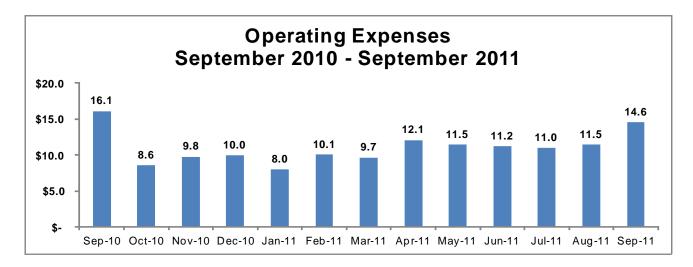
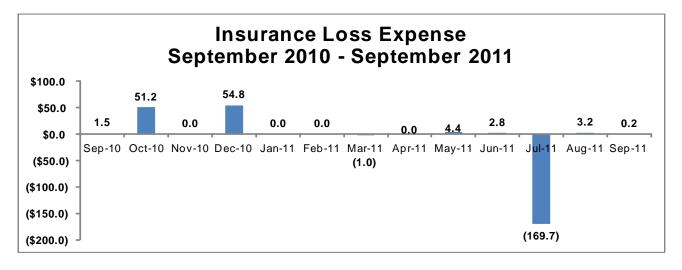


Figure 3



## INVESTMENT PORTFOLIO SUMMARY September 30, 2011

I. INVESTMENT PORTFOLIO BA	۱AL	NCE AND MARKE	ΤV	'ALUE				
							% Market	Weighted
							to Book	Average
		Book Value		Market Value	Gain or (Loss)		Value	Yield
Daily Treasury Account	\$	562,613,000	\$	562,613,000	\$ -		100.00%	0.01%
U.S. Treasury Notes		10,419,491,459		10,867,712,500	448,221,041		104.30%	2.23%
Total	\$	10,982,104,459	\$	11,430,325,500	\$ 448,221,041		104.08%	2.08%
II. INVESTMENT PORTFOLIO S	UMN	MARY						
III III OLI OLI OLI OLI OLI OLI OLI OLI	<u> </u>	Last Month		Current Month	CY To Date	CY	11 Projections	
Investment Yield		2.09%		2.08%	2.12%	<b>J</b> 1	2.14%	
Investment Income	\$	19,038,282	\$	18,359,774		\$	229,200,000	
Income Budgeted (1/1/11)	\$	19,100,000		19,100,000		\$	229,200,000	
Income/Budgeted Ratio	~	99.7%	~	96.1%	99.2%	٣		
Weighted Avg. Maturity in Days		1,065		1,146	00.270			
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III. MONTHLY ACTIVITY								
Purchased		Туре		Amount	Maturity		Yield	
9/29/2011		T-Note	\$	200,000,000	7/31/2016		0.960%	
9/29/2011		T-Note		200,000,000	8/31/2016		0.977%	
9/29/2011		T-Note		150,000,000	9/30/2016		0.988%	
9/29/2011		T-Note		100,000,000	10/31/2016		1.012%	
9/29/2011		T-Note		50,000,000	8/15/2021		2.008%	
TOTAL			\$	700,000,000				
. 5 1715			7					
IV. MATURITY SCHEDULE (par	valu	e in millions)						
Overnight	\$	563						
1 month - 6 months		800						
6 months - 1 year		800						
1 year - 2 years		1,600						
2 years - 3 years		1,600						
3 years - 4 years		1,970						
4 years - 5 years		2,000						
5 years - 10 years		1,400						
TOTAL	\$	10,733						