

CENTRAL LIQUIDITY FACILITY (CLF)



PRELIMINARY & UNAUDITED FINANCIAL HIGHLIGHTS

September 30, 2019

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, 2019

Balance Sheet

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

Current Liabilities: Dividend & Interest expenses for the month were \$455 thousand in September 2019.

Other Liabilities: Other liabilities include pending redemption of \$2,720 thousand that was reclassified from capital stock.

Equity: As of September 30, 2019, year to date net income of \$952 thousand has been reserved for retained earnings.

Statements of Revenues, Expenses, and Changes in Fund Balance

Investment Income: Investment earnings for the month totaled \$538 thousand or current month's average yield of 1.99%. 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 \$499 thousand for the month which is similar to prior month.

Borrowing Authority, Investment Activity, Membership and Loans

Borrowing Authority: As of September 30, 2019 and September 30, 2018, CLF's statutory borrowing authority were \$7.4 billion and \$7.0 billion, respectively.

Investment Purchases: \$10,000,000.

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

Outstanding Investments (Treasury securities listed at carrying amount): U.S. Treasury Notes \$320,223,247 and U.S. Treasury Cash \$10,591,395.

Regular Membership: 278.

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

NATIONAL CREDIT UNION ADMINISTRATION CENTRAL LIQUIDITY FACILITY**BALANCE SHEETS****As of September 30, 2019 and 2018****(Dollars in thousands)**

	<u>September 2019</u>	<u>September 2018</u>
ASSETS		
Cash and Cash Equivalents	\$ 11,591	\$ 7,559
Investments, Net U.S. Treasury Securities	320,223	302,659
Accrued Interest Receivable - Investments	<u>1,364</u>	<u>1,485</u>
TOTAL ASSETS	<u>\$ 333,178</u>	<u>\$ 311,703</u>
LIABILITIES		
Accounts Payable	\$ 169	\$ 141
Dividends & Interest Payable	-	-
Regular Member Deposits - Liquidity Reserve	4,549	3,013
Other Liabilities	<u>2,720</u>	<u>767</u>
TOTAL LIABILITIES	<u>7,438</u>	<u>3,921</u>
MEMBERS' EQUITY		
Capital Stock Regular Members	290,856	274,187
Retained Earnings Prior Year	33,932	32,637
Retained Earnings Current Year	<u>952</u>	<u>958</u>
TOTAL MEMBERS' EQUITY	<u>325,740</u>	<u>307,782</u>
TOTAL LIABILITIES AND EQUITY	<u>\$ 333,178</u>	<u>\$ 311,703</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, 2019 and 2018
(Dollars in thousands)

	<u>September 2019</u>	<u>Year-to-Date September 2019</u>	<u>Year-to-Date September 2018</u>
REVENUES			
Investment Income	\$ 538	\$ 4,746	\$ 3,762
Other Income	<u>-</u>	<u>3</u>	<u>-</u>
Total Revenues	<u>538</u>	<u>4,748</u>	<u>3,762</u>
EXPENSES			
Employee wages and benefits, net	8	261	360
Rent, communications, and utilities	2	21	18
Other	<u>28</u>	<u>98</u>	<u>64</u>
Total Operating Expenses	<u>39</u>	<u>381</u>	<u>442</u>
NET INCOME BEFORE DIVIDENDS & INTERESTS	<u>499</u>	<u>4,368</u>	<u>3,321</u>
Dividends & Interests	<u>455</u>	<u>3,416</u>	<u>2,362</u>
NET INCOME	<u>\$ 46</u>	<u>\$ 952</u>	<u>\$ 958</u>

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NATIONAL CREDIT UNION ADMINISTRATION CENTRAL LIQUIDITY FACILITY

DIVIDENDS, RATIOS AND SHARES OUTSTANDING

DIVIDEND RATES:	2019	2018	2017
Dividend Rate First Quarter	1.50%	1.00%	0.75%
Dividend Rate Second Quarter	1.50%	1.25%	0.75%
Dividend Rate Third Quarter	1.75%	1.25%	1.00%
Dividend Rate Fourth Quarter		1.50%	1.00%

SELECTED RATIOS:	9/30/2019	9/30/2018
Stock & Retained Earnings/Total Assets	97.76%	98.73%
Loans/Total Assets	0.00%	0.00%
Loans/Stock & Retained Earnings	0.00%	0.00%
Total Liabilities/Stock & Retained Earnings	2.28%	1.27%

OPERATIONS:	9/30/2019	9/30/2019	9/30/2018
	Month	YTD	YTD
Total Operating Expenses/Total Revenue	3.47%	7.51%	11.74%
Net Income(before Divds)/Total Revenue	90.96%	90.91%	87.62%
Loan/Total Revenue	0.00%	0.00%	0.00%

CAPITAL STOCK:

Required (\$50 par value; authorized: 11,634,246 shares; issued and outstanding: 5,817,123 shares)