

NATIONAL CREDIT UNION SHARE INSURANCE FUND



**PRELIMINARY & UNAUDITED
FINANCIAL HIGHLIGHTS
July 31, 2021**

A handwritten signature in black ink, appearing to read 'Eugene H. Schied', is positioned above the printed name.

**EUGENE H. SCHIED
CHIEF FINANCIAL OFFICER**

**NATIONAL CREDIT UNION ADMINISTRATION
SHARE INSURANCE FUND
MANAGEMENT OVERVIEW
July 31, 2021**

Balance Sheets

Receivables from Asset Management Estates Net is \$408.8 million; \$4.2 million is for natural person credit unions, and \$404.6 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 July 31, 2021, the fund had net income of \$4.5 million. The fund recognized gross revenues of \$20.2 million and total operating expenses of \$15.7 million. The fund did not recognize any insurance loss expense during the month of July 2021.

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

	<u>July 2021</u>	<u>July 2020</u>
ASSETS		
INTRAGOVERNMENTAL		
Fund Balance with Treasury	\$ 43,167	\$ 8,328
Investments, Net - U.S. Treasury Securities	19,338,866	17,435,619
Accrued Interest Receivable - Investments	122,575	104,272
Accounts Receivable - Due from the NCUA Operating Fund	2,818	1,680
Note Receivable - Note due from the NCUA Operating Fund	-	4,246
Total Intragovernmental Assets	<u>19,507,426</u>	<u>17,554,145</u>
PUBLIC		
Accounts Receivable - Guarantee Fee on NGNs, Net	-	543
General Property, Plant, and Equipment, Net	20	78
Advances and Prepayments	4,814	950
Receivables from Asset Management Estates (AMEs), Net*	408,837	149,141
Total Public Assets	<u>413,671</u>	<u>150,712</u>
TOTAL ASSETS	<u>\$ 19,921,097</u>	<u>\$ 17,704,857</u>
LIABILITIES		
INTRAGOVERNMENTAL		
Accounts Payable - Due to the NCUA Operating Fund	\$ 99	\$ 97
Total Intragovernmental Liabilities	<u>99</u>	<u>97</u>
PUBLIC		
Accounts Payable	4,274	4,352
Insurance and Guarantee Program Liabilities*	161,086	183,994
Other Liabilities	1,040	512
Total Public Liabilities	<u>166,400</u>	<u>188,858</u>
TOTAL LIABILITIES	<u>166,499</u>	<u>188,955</u>
Commitments and Contingencies		
NET POSITION		
Contributed Capital	14,683,986	12,259,312
Cumulative Result of Operations	5,070,612	5,256,590
Total Net Position	<u>19,754,598</u>	<u>17,515,902</u>
TOTAL LIABILITIES AND NET POSITION	<u>\$ 19,921,097</u>	<u>\$ 17,704,857</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>July 2021</u>	<u>July 2021 YTD</u>	<u>July 2020 YTD</u>
GROSS COSTS			
Operating Expenses*	\$ 15,664	\$ 112,416	\$ 109,472
Provision for Insurance Losses			
Reserve Expense (Reduction)	-	(2,852)	54,486
AME Receivable Bad Debt Expense	-	(88,467)	(20,000)
Total Provision for Insurance Losses	-	(91,319)	34,486
Other Losses	-	32	63
Total Gross Costs	<u>15,664</u>	<u>21,129</u>	<u>144,021</u>
LESS EXCHANGE REVENUES			
Interest Revenue on Note Receivable from the NCUA			
Operating Fund	-	-	(47)
Guarantee Fee Revenue - NGNs	-	(625)	(5,276)
Other Revenue	(207)	(2,807)	(509)
Total Exchange Revenues	<u>(207)</u>	<u>(3,432)</u>	<u>(5,832)</u>
TOTAL NET COST/(INCOME) OF OPERATIONS	<u>\$ 15,457</u>	<u>\$ 17,697</u>	<u>\$ 138,189</u>
LESS NON-EXCHANGE REVENUES			
Interest Revenue - Investments	(19,989)	(135,656)	(167,137)
Total Non-Exchange Revenues	<u>(19,989)</u>	<u>(135,656)</u>	<u>(167,137)</u>
TOTAL NET COST/(INCOME) INCLUDING NON-EXCHANGE REVENUES	<u>\$ (4,532)</u>	<u>\$ (117,959)</u>	<u>\$ (28,948)</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.

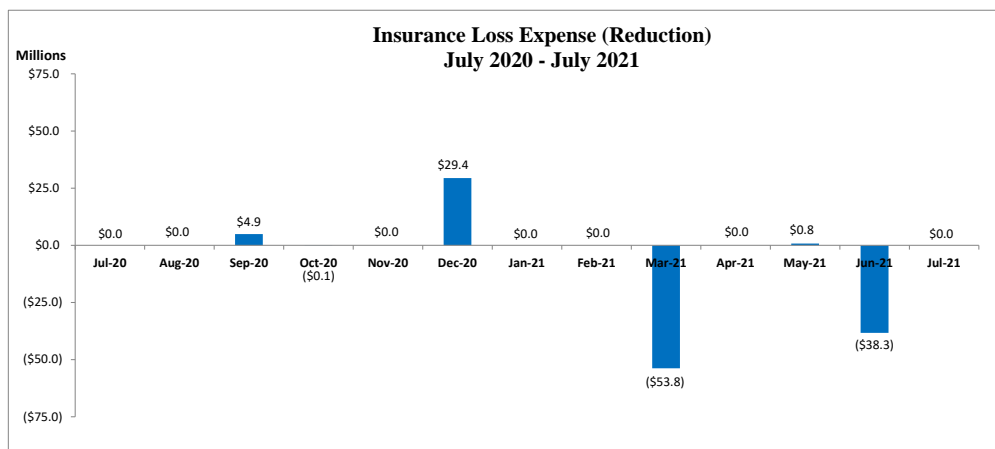
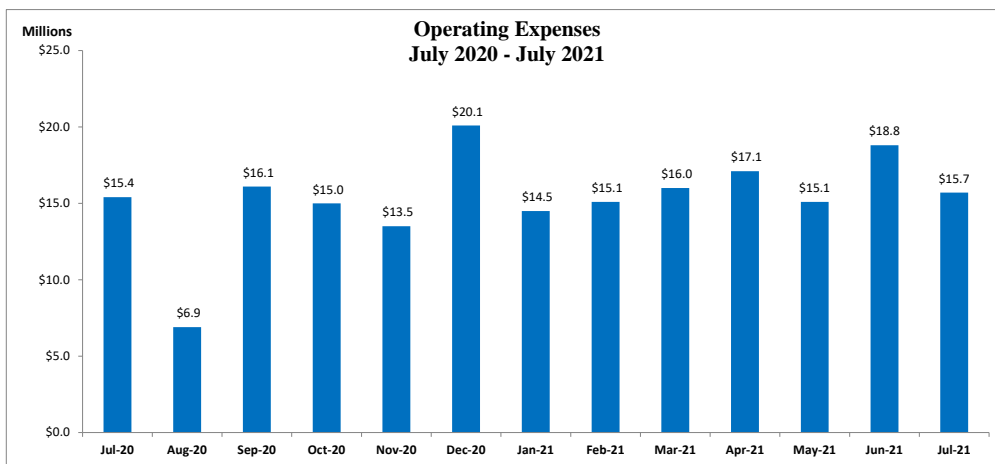
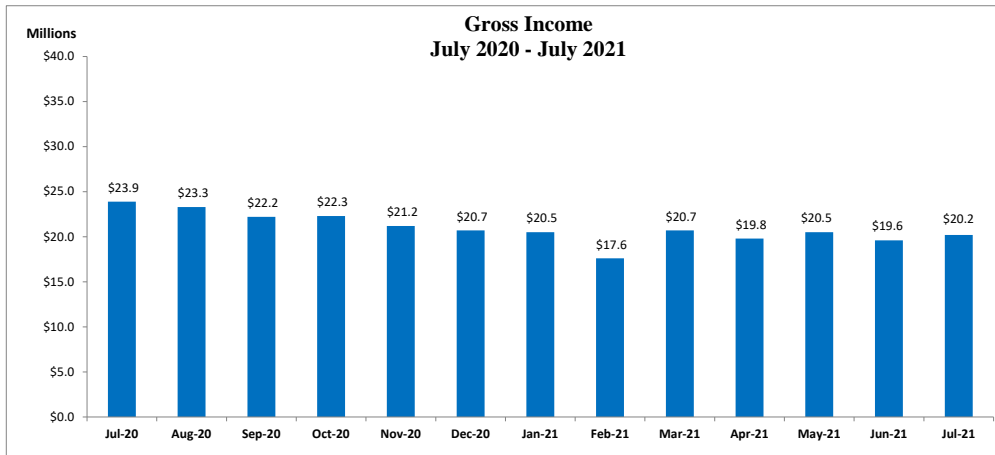
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**NATIONAL CREDIT UNION ADMINISTRATION
SHARE INSURANCE FUND
STATEMENTS OF CHANGES IN NET POSITION
(Dollars in thousands)**

	<u>July 2021</u>	<u>July 2020</u>
CUMULATIVE RESULTS OF OPERATIONS		
Beginning Balances	\$ 5,132,167	\$ 4,632,574
BUDGETARY FINANCING SOURCES		
Non-Exchange Revenue		
Interest Revenue - Investments	135,656	167,137
Distribution to Credit Unions	-	-
Total Budgetary Financing Sources	<u>135,656</u>	<u>167,137</u>
OTHER FINANCING SOURCES		
Non-Exchange Revenue		
Net Unrealized Gain/(Loss) - Investments	(179,514)	595,068
Total Other Financing Sources	<u>(179,514)</u>	<u>595,068</u>
Total Financing Sources	<u>(43,858)</u>	<u>762,205</u>
Net Income /(Cost) of Operations	(17,697)	(138,189)
Net Change	(61,555)	624,016
CUMULATIVE RESULTS OF OPERATIONS	<u>5,070,612</u>	<u>5,256,590</u>
CONTRIBUTED CAPITAL		
Beginning Balances	13,810,674	11,967,387
Change in Contributed Capital	873,312	291,925
CONTRIBUTED CAPITAL	<u>14,683,986</u>	<u>12,259,312</u>
NET POSITION	<u>\$ 19,754,598</u>	<u>\$ 17,515,902</u>
NET POSITION BREAKDOWN		
Credit Union Contributed Capital	14,683,986	12,259,312
Retained Earnings	4,739,048	4,617,173
Total Net Position Without Unrealized Gain/ (Loss)	<u>19,423,034</u>	<u>16,876,485</u>
Unrealized Gain/ (Loss) - Investments	<u>331,564</u>	<u>639,417</u>
NET POSITION	<u>\$ 19,754,598</u>	<u>\$ 17,515,902</u>

The balances in the statement above are preliminary and unaudited.

**NATIONAL CREDIT UNION ADMINISTRATION
 SHARE INSURANCE FUND
 STATISTICAL INFORMATION
 July 31, 2021**



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

INVESTMENT PORTFOLIO SUMMARY
July 31, 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	\$ 992,963,000	\$ 992,963,000	\$ -	100.00%	0.05%																					
U.S. Treasury Notes	18,014,338,814	18,345,902,613	331,563,799	101.84%	1.30%																					
Total	\$ 19,007,301,814	\$ 19,338,865,613	\$ 331,563,799	101.74%	1.24%																					
II. INVESTMENT PORTFOLIO SUMMARY																										
	Last Month	Current Month	CY To Date																							
Investment Yield	1.24%	1.24%	1.25%																							
Investment Income	\$ 19,314,943	\$ 19,989,004	\$ 135,656,147																							
Weighted Avg. Maturity in Days	1,240	1,211																								
III. MONTHLY ACTIVITY																										
Purchased	Type	Amount	Maturity	Yield																						
TOTAL		\$ -																								
IV. MATURITY SCHEDULE (par value in millions)																										
TOTAL	\$	18,393																								
<table border="1"> <caption>Maturing Investment Balance (Millions)</caption> <thead> <tr> <th>Maturity Bucket</th> <th>Balance (Millions)</th> </tr> </thead> <tbody> <tr> <td>Overnight</td> <td>993</td> </tr> <tr> <td>1m-6m</td> <td>1,000</td> </tr> <tr> <td>6m-1yr</td> <td>1,100</td> </tr> <tr> <td>1yr-2yr</td> <td>2,550</td> </tr> <tr> <td>2yr-3yr</td> <td>2,550</td> </tr> <tr> <td>3yr-4yr</td> <td>2,550</td> </tr> <tr> <td>4yr-5yr</td> <td>2,550</td> </tr> <tr> <td>5yr-6yr</td> <td>2,550</td> </tr> <tr> <td>6yr-7yr</td> <td>2,550</td> </tr> </tbody> </table>							Maturity Bucket	Balance (Millions)	Overnight	993	1m-6m	1,000	6m-1yr	1,100	1yr-2yr	2,550	2yr-3yr	2,550	3yr-4yr	2,550	4yr-5yr	2,550	5yr-6yr	2,550	6yr-7yr	2,550
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