

CENTRAL LIQUIDITY FACILITY (CLF)



**PRELIMINARY & UNAUDITED
FINANCIAL HIGHLIGHTS
August 31, 2016**

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

August 31, 2016

Balance Sheet

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

Current Liabilities: Dividend expenses for Regular members were \$97 thousand in August 2016.

Equity: As of August 31, 2016, year to date net income of \$1,087 thousand has been reserved for retained earnings.

Statements of Revenues, Expenses, and Changes in Fund Balance

Investment Income: Investment earnings for the month totaled \$280 thousand or current month's average yield of 1.2%. This is consistent with prior month's average yield.

Expense: Operating expenses for the month were \$45 thousand.

Net Income: Net income before dividends was \$234 thousand for the month which is consistent with prior month.

Borrowing Authority, Investment Activity, Membership and Loans

Borrowing Authority: As of August 31, 2016 and December 31, 2015, CLF's statutory borrowing authority was \$6.1 billion and \$5.6 billion, respectively.

Investment Purchases: \$8,100,000

Maturities of Treasury Notes: \$3,400,000

Outstanding Investments (Treasury securities listed at carrying amount): U.S. Treasury Notes \$264,203,436 and U.S. Treasury Cash \$7,160,844.

Regular Membership: 266

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

NATIONAL CREDIT UNION ADMINISTRATION CENTRAL LIQUIDITY FACILITY
BALANCE SHEETS
As of August 31, 2016 and 2015
(Dollars in thousands)

	August 2016	August 2015
ASSETS		
Cash and Cash Equivalents	\$ 7,165	\$ 23,508
Investments, Net U.S. Treasury Securities	264,203	222,996
Accounts Receivable	-	814
Accrued Interest Receivable - Investments	666	456
TOTAL ASSETS	\$ 272,035	\$ 247,775
 LIABILITIES		
Accounts Payable	\$ 141	\$ 109
Dividends Payable	194	88
Regular Member Deposits - Liquidity Reserve	1,267	1,184
Other Liabilities	-	814
TOTAL LIABILITIES	1,602	2,195
 MEMBERS' EQUITY		
Capital Stock Regular Members	239,410	216,218
Retained Earnings Prior Year	29,936	28,477
Retained Earnings Current Year	1,087	885
TOTAL MEMBERS' EQUITY	270,433	245,580
 TOTAL LIABILITIES AND EQUITY	 \$ 272,035	 \$ 247,775

The balances in the statement above are preliminary and unaudited

NATIONAL CREDIT UNION ADMINISTRATION CENTRAL LIQUIDITY FACILITY
STATEMENTS OF OPERATIONS
For the Periods Ended August 31, 2016 and 2015
(Dollars in thousands)

	<u>August 2016</u>	<u>Year-to-Date August 2016</u>	<u>Year-to-Date August 2015</u>
REVENUES			
Investment Income	\$ 280	\$ 2,075	\$ 1,577
Total Revenues	280	2,075	1,577
EXPENSES			
Employee wages and benefits, net	40	311	339
Rent, communications, and utilities	1	7	6
Other	5	48	2
Total Operating Expenses	45	366	349
NET INCOME BEFORE DIVIDENDS	234	1,709	1,228
Dividends Accrued	97	622	343
NET INCOME	\$ 137	\$ 1,087	\$ 885

The balances in the statement above are preliminary and unaudited

NATIONAL CREDIT UNION ADMINISTRATION CENTRAL LIQUIDITY FACILITY

DIVIDENDS, RATIOS AND SHARES OUTSTANDING

DIVIDEND RATES:	<u>2016</u>	<u>2015</u>	<u>2014</u>
Dividend Rate First Quarter	0.25%	0.25%	0.25%
Dividend Rate Second Quarter	0.50%	0.25%	0.25%
Dividend Rate Third Quarter	-	0.25%	0.25%
Dividend Rate Fourth Quarter	-	0.25%	0.25%

SELECTED RATIOS:	<u>8/31/2016</u>	<u>8/31/2015</u>
Stock & Retained Earnings/Total Assets	99.41%	99.11%
Loans/Total Assets	0.00%	0.00%
Loans/Stock & Retained Earnings	0.00%	0.00%
Total Liabilities/Stock & Retained Earnings	0.59%	0.89%

OPERATIONS:	<u>8/31/2016</u>	<u>8/31/2016</u>	<u>8/31/2015</u>
	<u>Month</u>	<u>YTD</u>	<u>YTD</u>
Total Operating Expenses/Total Revenue	16.23%	17.51%	22.04%
Net Income(before Divds)/Total Revenue	83.77%	82.38%	77.89%
Loan/Total Revenue	0.00%	0.00%	0.00%

CAPITAL STOCK:

Required (\$50 par value; authorized: 9,576,382 shares; issued and outstanding: 4,788,191 shares)

The balances in the supplement above are preliminary and unaudited

