

CENTRAL LIQUIDITY FACILITY (CLF)



**PRELIMINARY & UNAUDITED
FINANCIAL HIGHLIGHTS
October 31, 2017**

A handwritten signature in black 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

October 31, 2017

Balance Sheet

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

Current Liabilities: Dividend expenses for Regular members were \$217 thousand in October 2017.

Equity: As of October 31, 2017, year-to-date net income of \$907 thousand has been reserved for retained earnings.

Statements of Revenues, Expenses, and Changes in Fund Balance

Investment Income: Investment earnings for the month totaled \$352 thousand or current month's average yield of 1.4%. This is consistent with prior month's average yield.

Expense: Operating expenses for the month were \$55 thousand.

Net Income: Net income before dividends was \$297 thousand for the month which is slightly higher than last month.

Borrowing Authority, Investment Activity, Membership and Loans

Borrowing Authority: As of October 31, 2017 and October 31, 2016, CLF's statutory borrowing authority were \$6.6 billion and \$6.1 billion, respectively.

Investment Purchases: \$1,500,000.

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

Outstanding Investments (Treasury securities listed at carrying amount): U.S. Treasury Notes \$281,019,008 and U.S. Treasury Cash \$9,915,715.

Regular Membership: 269.

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

NATIONAL CREDIT UNION ADMINISTRATION CENTRAL LIQUIDITY FACILITY

BALANCE SHEETS

As of October 31, 2017 and 2016

(Dollars in thousands)

	<u>October 2017</u>	<u>October 2016</u>
ASSETS		
Cash and Cash Equivalents	\$ 10,728	\$ 6,115
Investments, Net U.S. Treasury Securities	281,019	265,726
Accrued Interest Receivable - Investments	1,036	839
TOTAL ASSETS	<u>\$ 292,783</u>	<u>\$ 272,680</u>
LIABILITIES		
Accounts Payable	\$ 116	\$ 105
Dividends Payable	217	101
Regular Member Deposits - Liquidity Reserve	2,477	1,569
Other Liabilities	-	302
TOTAL LIABILITIES	<u>2,810</u>	<u>2,077</u>
MEMBERS' EQUITY		
Capital Stock Regular Members	257,506	239,334
Retained Earnings Prior Year	31,560	29,936
Retained Earnings Current Year	907	1,333
TOTAL MEMBERS' EQUITY	<u>289,973</u>	<u>270,603</u>
TOTAL LIABILITIES AND EQUITY	<u>\$ 292,783</u>	<u>\$ 272,680</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 October 31, 2017 and 2016
(Dollars in thousands)

	<u>October 2017</u>	<u>Year-to-Date October 2017</u>	<u>Year-to-Date October 2016</u>
REVENUES			
Investment Income	\$ 352	\$ 3,252	\$ 2,636
Total Revenues	<u>352</u>	<u>3,252</u>	<u>2,636</u>
EXPENSES			
Employee wages and benefits, net	46	474	403
Rent, communications, and utilities	2	17	9
Other	8	75	60
Total Operating Expenses	<u>55</u>	<u>566</u>	<u>473</u>
NET INCOME BEFORE DIVIDENDS	<u>297</u>	<u>2,686</u>	<u>2,164</u>
Dividends Accrued	<u>217</u>	<u>1,779</u>	<u>830</u>
NET INCOME	<u>\$ 80</u>	<u>\$ 907</u>	<u>\$ 1,333</u>

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NATIONAL CREDIT UNION ADMINISTRATION CENTRAL LIQUIDITY FACILITY

DIVIDENDS, RATIOS AND SHARES OUTSTANDING

DIVIDEND RATES:	2017	2016	2015
Dividend Rate First Quarter	0.75%	0.25%	0.25%
Dividend Rate Second Quarter	0.75%	0.50%	0.25%
Dividend Rate Third Quarter	1.00%	0.50%	0.25%
Dividend Rate Fourth Quarter		0.50%	0.25%

SELECTED RATIOS:	10/31/2017	10/31/2016
Stock & Retained Earnings/Total Assets	99.03%	99.24%
Loans/Total Assets	0.00%	0.00%
Loans/Stock & Retained Earnings	0.00%	0.00%
Total Liabilities/Stock & Retained Earnings	0.97%	0.77%

OPERATIONS:	10/31/2017	10/31/2017	10/31/2016
	Month	YTD	YTD
Total Operating Expenses/Total Revenue	15.74%	17.08%	17.78%
Net Income(before Divds)/Total Revenue	84.26%	82.59%	82.07%
Loan/Total Revenue	0.00%	0.00%	0.00%

CAPITAL STOCK:

Required (\$50 par value; authorized: 10,300,221 shares; issued and outstanding: 5,150,110 shares)

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