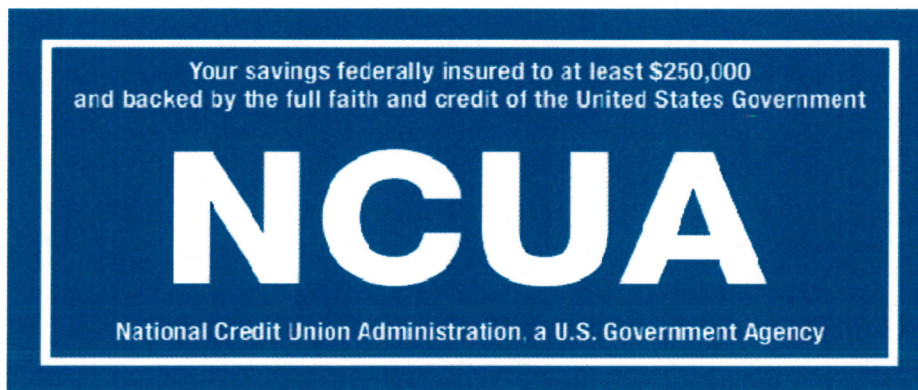


# NATIONAL CREDIT UNION SHARE INSURANCE FUND



## PRELIMINARY & UNAUDITED FINANCIAL HIGHLIGHTS

May 31, 2014

*Mary Ann Woodson*

**MARY ANN WOODSON  
CHIEF FINANCIAL OFFICER**

**NATIONAL CREDIT UNION  
SHARE INSURANCE FUND**

**FINANCIAL HIGHLIGHTS  
May 31, 2014**

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**Balance Sheet:**

**Other - Insurance and Guarantee Program Liabilities (Reserves):** Reserves are \$227.2 million as of May 31, 2014; \$19.0 million is for specific natural person credit unions, and \$208.2 million is for general reserves.

**Statement of Net Cost:**

For the month ended May 31, 2014, the fund had net income of \$3.7 million. The fund recognized gross revenues of \$17.8 million and total operating expenses of \$14.0 million. The fund recognized a increase in insurance loss expense of \$0.1 million during the month of May 2014.

**NATIONAL CREDIT UNION SHARE INSURANCE FUND**

**PRELIMINARY AND UNAUDITED BALANCE SHEETS**

As of May 31, 2014  
(Dollars in thousands)

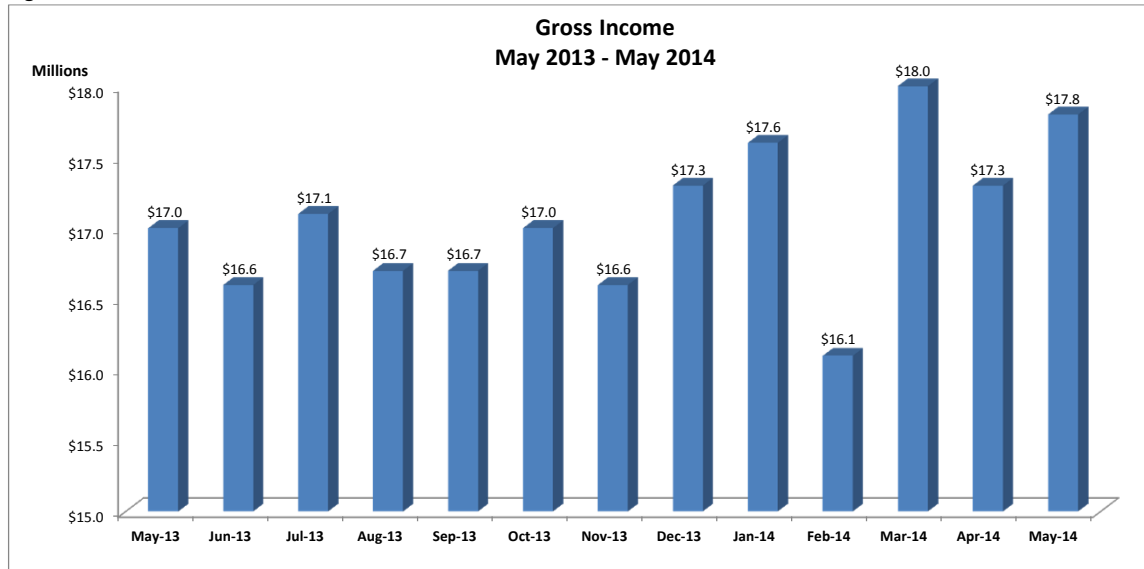
	<u>May 2014</u>	<u>April 2014</u>	<u>May 2013</u>
<b>ASSETS</b>			
<b>INTRAGOVERNMENTAL</b>			
Fund Balance with Treasury	\$ 423	\$ 499	\$ 501
Investments, Net U.S. Treasury Securities	11,240,710	11,157,853	11,126,711
Accounts Receivable - Note due from the National Credit Union Administration Operating Fund	12,515	12,627	13,856
Accounts Receivable - Due from the National Credit Union Administration Operating Fund	1,596	337	-
Accounts Receivable, Other	-	-	187
Accrued Interest Receivable, Investments	<u>54,286</u>	<u>71,697</u>	<u>48,211</u>
Total Intragovernmental Assets	<u>11,309,530</u>	<u>11,243,013</u>	<u>11,189,466</u>
<b>PUBLIC</b>			
Accounts Receivable - Capitalization Deposits from Insured Credit Unions, Net	6	831	15
Notes Receivable, Net	204,419	205,777	232,464
Accrued Interest Receivable	597	508	704
Advances	6	17	-
Other - Receivable from Asset Management Estates, Net	<u>119,474</u>	<u>123,193</u>	<u>162,344</u>
Total Public Assets	<u>324,502</u>	<u>330,326</u>	<u>395,527</u>
<b>TOTAL ASSETS</b>	<u>\$ 11,634,032</u>	<u>\$ 11,573,339</u>	<u>\$ 11,584,993</u>
<b>LIABILITIES</b>			
<b>INTRAGOVERNMENTAL</b>			
Accounts Payable - Due to the National Credit Union Administration Operating Fund	\$ 7	\$ 20	\$ 660
Accounts Payable - Due to the Temporary Corporate Credit Union Stabilization Fund	<u>30</u>	<u>194</u>	<u>386</u>
Total Intragovernmental Liabilities	<u>37</u>	<u>214</u>	<u>1,046</u>
<b>PUBLIC</b>			
Accounts Payable	517	300	1,234
Other - Insurance and Guarantee Program Liabilities (Reserves)	<u>227,196</u>	<u>228,096</u>	<u>351,922</u>
Total Public Liabilities	<u>227,713</u>	<u>228,396</u>	<u>353,156</u>
<b>TOTAL LIABILITIES</b>	<u>227,750</u>	<u>228,610</u>	<u>354,202</u>
<b>NET POSITION</b>			
Contributed Capital	8,665,263	8,665,258	8,393,940
Cumulative Result of Operations	<u>2,741,019</u>	<u>2,679,471</u>	<u>2,836,851</u>
Total Net Position	<u>11,406,282</u>	<u>11,344,729</u>	<u>11,230,791</u>
<b>TOTAL LIABILITIES AND NET POSITION</b>	<u>\$ 11,634,032</u>	<u>\$ 11,573,339</u>	<u>\$ 11,584,993</u>

**NATIONAL CREDIT UNION SHARE INSURANCE FUND**  
**PRELIMINARY AND UNAUDITED STATEMENTS OF NET COST**  
**For the Periods Ending May 31, 2014**  
**(Dollars in thousands)**

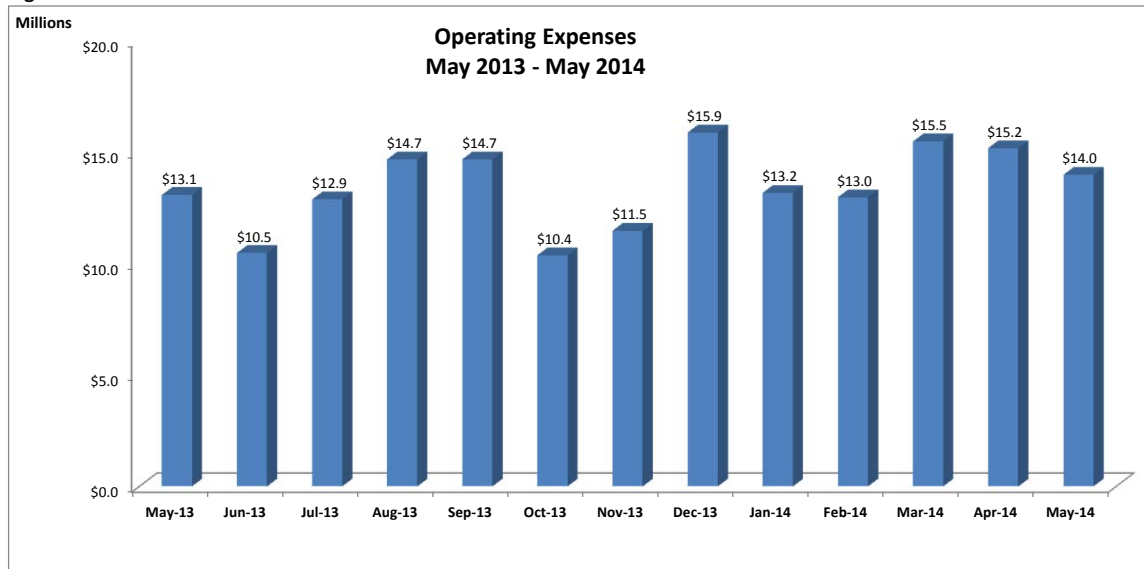
	<u>May 2014</u>	<u>CY to Date May 2014</u>	<u>CY to Date May 2013</u>
<b>GROSS COSTS</b>			
<b>OPERATING EXPENSES</b>			
Employee Pay	\$ 7,784	\$ 39,161	\$ 31,375
Employee Benefits	2,841	14,256	11,484
Travel	1,593	6,545	5,924
Rent, Communications, and Utilities	220	1,203	1,041
Administrative Costs	875	3,974	2,628
Contracted Services	626	5,466	4,592
Training Expense	26	182	424
Leasing Expense	-	36	72
Other Insurance Expense	4	14	21
Total Operating Costs	<u>13,969</u>	<u>70,837</u>	<u>57,561</u>
<b>INSURANCE LOSS EXPENSE</b>	150	11,466	30,515
Total Gross Costs	<u>14,119</u>	<u>82,303</u>	<u>88,076</u>
<b>LESS EXCHANGE REVENUES</b>			
Interest Revenue on Note Receivable due from the National Credit Union Administration Operating Fund	(20)	(97)	(108)
Interest Revenue - Other	(261)	(1,289)	(1,484)
Other Revenue	-	(3)	(227)
Total Exchange Revenue	<u>(281)</u>	<u>(1,389)</u>	<u>(1,819)</u>
<b>TOTAL NET COST/(INCOME) OF OPERATIONS</b>	<u>13,838</u>	<u>80,914</u>	<u>86,257</u>
<b>LESS NON-EXCHANGE REVENUES</b>			
Investment Income	(17,559)	(85,447)	(82,958)
Total Non-Exchange Revenues	<u>(17,559)</u>	<u>(85,447)</u>	<u>(82,958)</u>
<b>TOTAL NET COST/(INCOME) INCLUDING NON-EXCHANGE REVENUES</b>	<u>\$ (3,721)</u>	<u>\$ (4,533)</u>	<u>\$ 3,299</u>



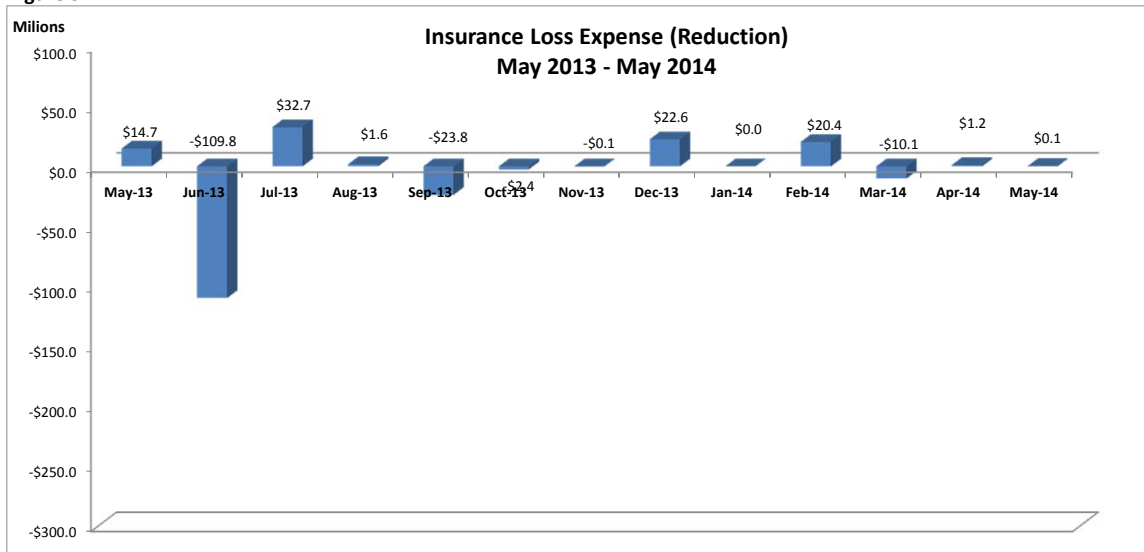
**Figure 1**



**Figure 2**



**Figure 3**



**INVESTMENT PORTFOLIO SUMMARY**  
**May 31, 2014**

<b>I. INVESTMENT PORTFOLIO BALANCE AND MARKET VALUE (In Dollars)</b>						
	Book Value	Market Value	Gain or (Loss)	% Market to Book Value	Weighted Average Yield	
Daily Treasury Account	\$ 230,897,000	\$ 230,897,000	\$ -	100.00%	0.02%	
U.S. Treasury Notes	10,878,357,036	11,009,812,500	131,455,464	101.21%	1.90%	
<b>Total</b>	<b>\$ 11,109,254,036</b>	<b>\$ 11,240,709,500</b>	<b>\$ 131,455,464</b>	<b>101.18%</b>	<b>1.86%</b>	
<b>II. INVESTMENT PORTFOLIO SUMMARY</b>						
	Last Month	Current Month	CY To Date			
Investment Yield	1.86%	1.86%	1.85%			
Investment Income	\$ 17,010,059	\$ 17,558,561	\$ 85,446,651			
Weighted Avg. Maturity in Days	1,381	1,359				
<b>III. MONTHLY ACTIVITY</b>						
Purchased	Type	Amount	Maturity	Yield		
5/28/2014	T-Note	50,000,000	4/30/2021	1.99%		
<b>TOTAL</b>		<b>\$ 50,000,000</b>				
<b>IV. MATURITY SCHEDULE (par value in millions)</b>						
Overnight	\$	231				
1 month - 6 months		1,200				
6 months - 1 year		970				
1 year - 2 years		1,850				
2 years - 3 years		1,650				
3 years - 4 years		600				
4 years - 5 years		800				
5 years - 10 years		3,650				
<b>TOTAL</b>	<b>\$</b>	<b>10,951</b>				