

# **NATIONAL CREDIT UNION SHARE INSURANCE FUND**



## **PRELIMINARY & UNAUDITED FINANCIAL HIGHLIGHTS**

**November 30, 2017**

A handwritten signature in blue ink, which appears to read "Rendell L. Jones". The signature is fluid and cursive, with a long horizontal stroke extending to the right.

**RENDELL L. JONES  
CHIEF FINANCIAL OFFICER**

# **NATIONAL CREDIT UNION SHARE INSURANCE FUND**

## **MANAGEMENT OVERVIEW**

**November 30, 2017**

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### **Balance Sheet**

Insurance and Guarantee Program Liabilities Reserves are \$286.8 million as of November 30, 2017; \$20.9 million is for specific natural person credit unions, and \$265.9 million is for general reserves.

There is no liability for Corporate AMEs as of November 30, 2017.

### **Statement of Net Cost**

For the month ended November 30, 2017, the fund had net income of \$3.9 million. The fund recognized gross revenues of \$20.6 million and total operating expenses of \$15.8 million. The fund recognized an insurance loss expense of \$0.9 million during the month of November 2017.

**NATIONAL CREDIT UNION SHARE INSURANCE FUND**

**BALANCE SHEETS**

**As of November 30, 2017 and 2016**

**(Dollars in thousands)**

	<u>November 2017</u>	<u>November 2016</u>
<b>ASSETS</b>		
<b>INTRAGOVERNMENTAL</b>		
Fund Balance with Treasury	\$ 3,068	\$ 1,659
Investments, Net U.S. Treasury Securities	15,626,810	12,770,084
Accrued Interest Receivable - Investments	31,210	49,157
Accounts Receivable - Due from the National		
Credit Union Administration Operating Fund	1,654	8,126
Note Receivable - Note due from the National		
Credit Union Administration Operating Fund	<u>7,822</u>	<u>9,163</u>
Total Intragovernmental Assets	<u>15,670,564</u>	<u>12,838,189</u>
<b>PUBLIC</b>		
Accounts Receivable - Due from Credit Unions	243	-
Advances	1,023	-
Accounts Receivable - Guarantee Fee on NCUA Guarantee Notes	1,287	-
General Property, Plant and Equipment, Net	615	1,246
Other - Receivable from Asset Management Estates, Net - NPCU AMEs	12,476	56,264
Other - Receivable from Asset Management Estates, Net - Corporate AMEs	<u>523,707</u>	<u>-</u>
Total Public Assets	<u>539,351</u>	<u>57,510</u>
<b>TOTAL ASSETS</b>	<u>\$ 16,209,915</u>	<u>\$ 12,895,699</u>
<b>LIABILITIES</b>		
<b>INTRAGOVERNMENTAL</b>		
Accounts Payable - Due to the National Credit Union Administration		
Operating Fund	\$ 87	\$ 130
Accounts Payable - Due to the Temporary Corporate Credit Union		
Stabilization Fund	<u>-</u>	<u>16</u>
Total Intragovernmental Liabilities	<u>87</u>	<u>146</u>
<b>PUBLIC</b>		
Accounts Payable and Other Liabilities	1,089	1,247
Capital Lease Liability	40	200
Other - Insurance and Guarantee Program Liabilities (Reserves)	<u>286,827</u>	<u>182,635</u>
Total Public Liabilities	<u>287,956</u>	<u>184,082</u>
<b>TOTAL LIABILITIES</b>	<u>288,043</u>	<u>184,228</u>
<b>NET POSITION</b>		
Contributed Capital	10,764,402	9,986,921
Cumulative Result of Operations	<u>5,157,470</u>	<u>2,724,550</u>
Total Net Position	<u>15,921,872</u>	<u>12,711,471</u>
<b>TOTAL LIABILITIES AND NET POSITION</b>	<u>\$ 16,209,915</u>	<u>\$ 12,895,699</u>

The balances in the statement above are preliminary and unaudited.

**NATIONAL CREDIT UNION SHARE INSURANCE FUND**  
**STATEMENTS OF NET COST, INCLUDING NON-EXCHANGE REVENUES**  
**For the Periods Ending November 30, 2017 and 2016**  
**(Dollars in thousands)**

	<u>November 2017</u>	<u>Year-to-Date November 2017</u>	<u>Year-to-Date November 2016</u>
<b>GROSS COSTS</b>			
<b>OPERATING EXPENSES <sup>(1)</sup></b>			
Employee Pay	\$ 8,342	\$ 92,467	\$ 98,830
Employee Benefits	3,289	36,128	37,746
Travel	1,642	14,133	17,446
Rent, Communications and Utilities	242	3,256	3,471
Administrative Costs	538	6,910	8,528
Contracted Services	1,673	18,376	18,792
Training Expense	38	1,299	1,192
Leasing Expense	53	581	545
Other Insurance Expense	3	35	38
Total Operating Costs	<u>15,820</u>	<u>173,185</u>	<u>186,588</u>
<b>INSURANCE LOSS EXPENSE</b>	858	73,620	(421)
Total Gross Costs	<u>16,678</u>	<u>246,805</u>	<u>186,167</u>
<b>LESS EXCHANGE REVENUES</b>			
Interest Revenue on Note Receivable due from the National Credit Union Administration Operating Fund	(9)	(118)	(165)
Guarantee Fee Revenue - NCUA Guaranteed Notes	(1,538)	(3,474)	-
Interest Revenue - Other	-	-	(2,070)
Other (Revenue) / Expense	(25)	(322)	(196)
Total Exchange Revenue	<u>(1,572)</u>	<u>(3,914)</u>	<u>(2,431)</u>
<b>TOTAL NET COST/(INCOME) OF OPERATIONS</b>	<u>15,106</u>	<u>242,891</u>	<u>183,736</u>
<b>LESS NON-EXCHANGE REVENUES</b>			
Investment Income	(18,991)	(187,596)	(207,366)
Gain on Sales of Investments	-	(132)	-
Total Non-Exchange Revenues	<u>(18,991)</u>	<u>(187,728)</u>	<u>(207,366)</u>
<b>TOTAL NET COST/(INCOME) INCLUDING NON-EXCHANGE REVENUES</b>	<u>\$ (3,885)</u>	<u>\$ 55,163</u>	<u>\$ (23,630)</u>

<sup>(1)</sup> 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 67.7% and 73.1% for 2017 and 2016, respectively.

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**NATIONAL CREDIT UNION SHARE INSURANCE FUND**

**STATEMENTS OF NET POSITION**

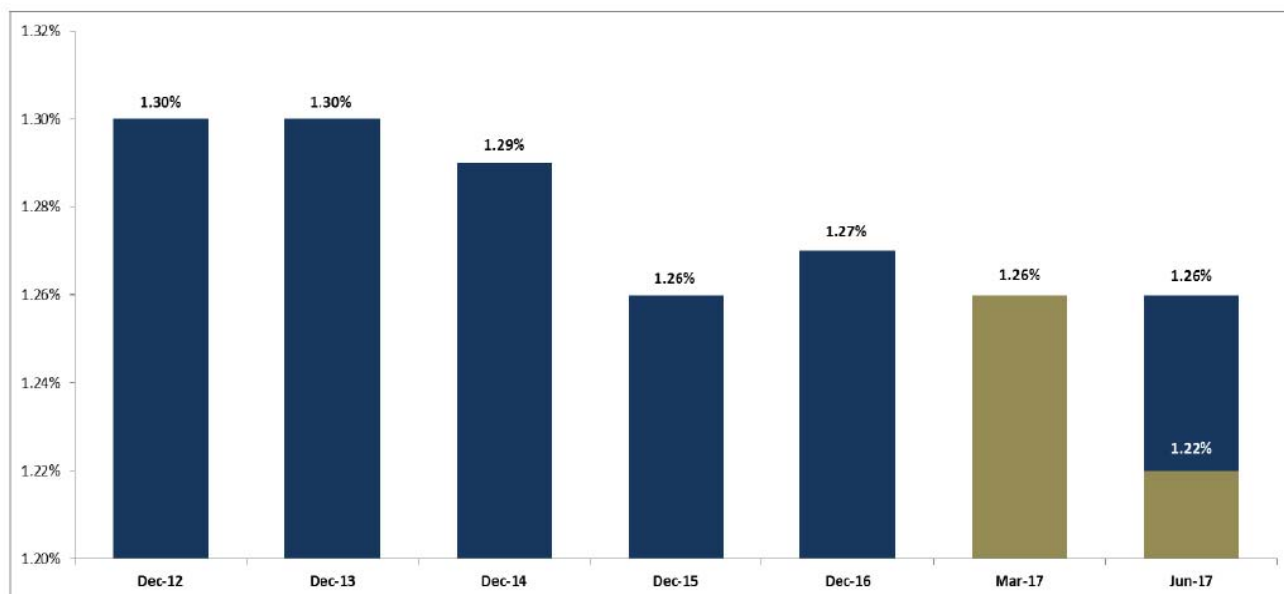
As of November 30, 2017 and 2016

(Dollars in thousands)

	<u>November 2017</u>	<u>November 2016</u>
<b>NET POSITION BREAKDOWN</b>		
Credit Union Contributed Capital	\$ 10,764,402	\$ 9,986,921
Retained Earnings*	5,261,725	2,765,945
Total Net Position without Unrealized Gain/(Loss)	<u>16,026,127</u>	<u>12,752,866</u>
Unrealized Gain/(Loss) - Investments	<u>(104,255)</u>	<u>(41,395)</u>
<b>NET POSITION</b>	<u><u>\$ 15,921,872</u></u>	<u><u>\$ 12,711,471</u></u>

\* Retained Earnings include the \$2.6 billion, which was transferred in from the Temporary Corporate Credit Union Stabilization Fund during the month of October, 2017.

## NCUSIF Equity Ratio FY 12 - FY 17

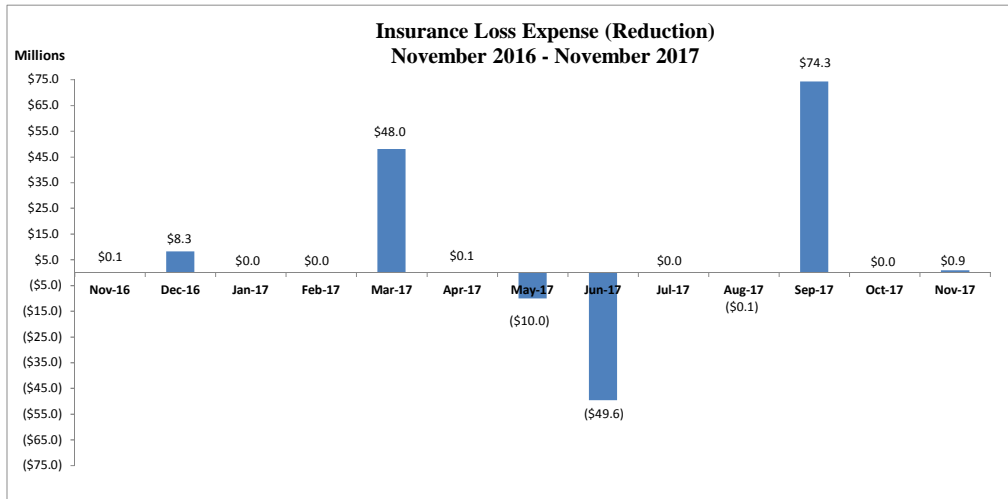
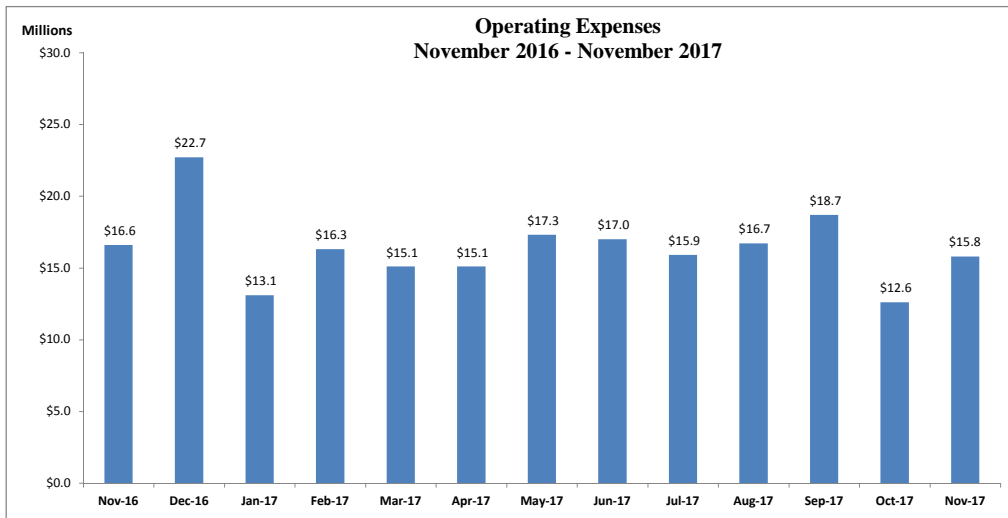
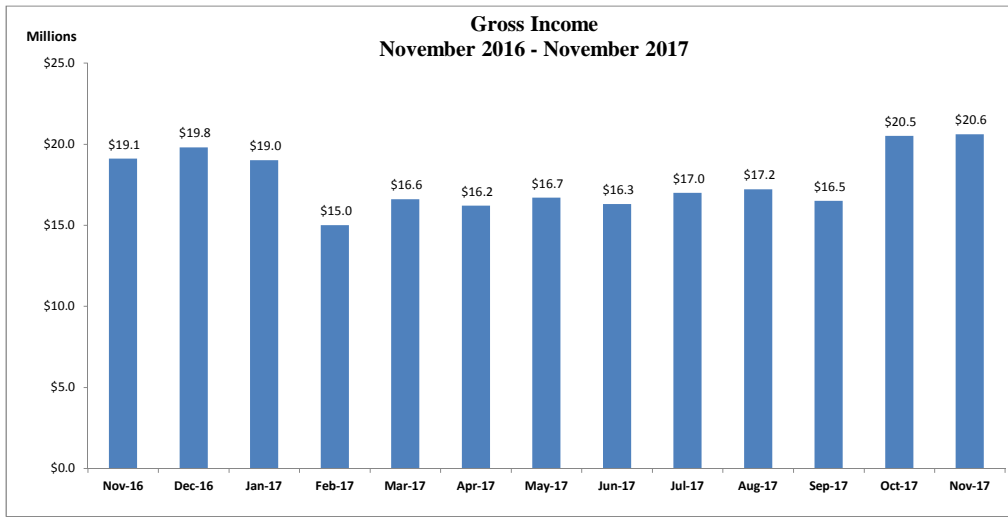


The balances in the statement above are preliminary and unaudited.

# NATIONAL CREDIT UNION SHARE INSURANCE FUND

## STATISTICAL INFORMATION

November 30, 2017



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

**INVESTMENT PORTFOLIO SUMMARY**  
November 30, 2017

<b>I. INVESTMENT PORTFOLIO BALANCE AND MARKET VALUE (In Dollars)</b>						
	<b>Book Value</b>	<b>Market Value</b>	<b>Unrealized Gain or (Loss)</b>	<b>% Market to Book Value</b>	<b>Weighted Average Yield</b>	
Daily Treasury Account	\$ 4,985,607,000	\$ 4,985,607,000	\$ -	100.00%	1.17%	
U.S. Treasury Notes	10,745,458,217	10,641,203,125	(104,255,092)	99.03%	1.66%	
<b>Total</b>	<b>\$ 15,731,065,217</b>	<b>\$ 15,626,810,125</b>	<b>\$ (104,255,092)</b>	<b>99.34%</b>	<b>1.50%</b>	
<b>II. INVESTMENT PORTFOLIO SUMMARY</b>						
	<b>Last Month</b>	<b>Current Month</b>	<b>CY To Date</b>			
Investment Yield	1.44%	1.50%	1.50%			
Investment Income	\$ 18,574,508	\$ 18,991,111	\$ 187,595,897			
Weighted Avg. Maturity in Days	986	951				
<b>III. MONTHLY ACTIVITY</b>						
<b>Purchased</b>	<b>Type</b>	<b>Amount</b>	<b>Maturity</b>	<b>Yield</b>		
No Purchases in November, 2017						
<b>TOTAL</b>		<b>\$</b>	<b>-</b>			
<b>IV. MATURITY SCHEDULE (par value in millions)</b>						
<b>TOTAL</b>	<b>\$</b>	<b>15,636</b>				

Maturity Bucket	Balance (Millions)
Overnight	4,986
1m-6m	450
6m-1yr	950
1yr-2yr	1,400
2yr-3yr	1,550
3yr-4yr	1,400
4yr-5yr	1,650
5yr-6yr	1,500
6yr-7yr	900
7yr-8yr	550
8yr-9yr	300
9yr-10yr	-

The information provided in the portfolio summary above is preliminary and unaudited.