

CENTRAL LIQUIDITY FACILITY (CLF)



PRELIMINARY & UNAUDITED FINANCIAL HIGHLIGHTS October 31, 2022

ANTHONY
CAPPETTA

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ANTHONY CAPPETTA
CLF PRESIDENT

**NATIONAL CREDIT UNION ADMINISTRATION
CENTRAL LIQUIDITY FACILITY**

MANAGEMENT OVERVIEW

October 31, 2022

Balance Sheet

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

Current Liabilities: Dividend & Interest expenses for the month were \$3,441 thousand in October 2022.

Capital Stock includes \$401.5 million from corporate credit unions that joined the CLF as Agent Members.

Retained Earnings include year to date net income of \$761 thousand.

Statements of Revenues, Expenses, and Changes in Fund Balance

Investment Income: Investment earnings for the month totaled \$3,254 thousand or current month's average yield of 3.18%. This is higher than prior month's average yield of 2.28%.

Expense: Operating expenses for the month were \$131 thousand.

Net Income: Monthly net income before dividend and interest was \$3,122 thousand which is higher than last month. It is offset by higher dividend expense for October resulting in a net loss of \$319 thousand for the month. However, the year-to-date net income remains positive at \$761 thousand.

Borrowing Authority, Investment Activity, Membership and Loans

CLF's Borrowing Authority were as follows:

(Dollars in billions)	<u>Oct 31, 2022</u>	<u>Oct 31, 2021</u>
Under Statutory Borrowing Authority		
12 times Capital Stock and Surplus	\$29.1B	\$27.0B
During CARES Act Period*		
16 times Capital Stock and Surplus	N/A	\$36.1B

*The Coronavirus Aid, Relief, and Economic Security Act ("CARES Act") spans from the date it was signed into law on March 27, 2020 and the Consolidated Appropriations Act (CAA) extends the ending date through December 31, 2021.

Investment Purchases: \$0.

Maturities of Treasury Notes: \$440,000,000.

Outstanding Investments (Treasury securities listed at carrying amount): U.S. Treasury Notes \$668,397,980 and U.S. Treasury Cash \$573,740,003.

Regular Membership: 350. Agent Membership: 10.

NATIONAL CREDIT UNION ADMINISTRATION CENTRAL LIQUIDITY FACILITY
BALANCE SHEETS
As of October 31, 2022 and October 31, 2021
(Dollars in thousands)

	October 2022	October 2021
ASSETS		
Cash and Cash Equivalents	\$ 573,740	\$ 395,815
Investments, Net U.S. Treasury Securities	668,398	752,100
Accrued Interest Receivable - Investments	1,011	1,174
TOTAL ASSETS	\$ 1,243,149	\$ 1,149,089
LIABILITIES		
Accounts Payable	\$ 199	\$ 190
Dividends Payable	3,441	141
Regular Member Deposits - Liquidity Reserve	7,368	2,518
TOTAL LIABILITIES	11,007	2,849
MEMBERS' EQUITY		
Capital Stock Regular Members	790,452	691,886
Capital Stock Agent Members	401,541	415,226
Retained Earnings Prior Year	39,389	37,414
Retained Earnings Current Year	761	1,714
TOTAL MEMBERS' EQUITY	1,232,142	1,146,240
TOTAL LIABILITIES AND EQUITY	\$ 1,243,149	\$ 1,149,089

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, 2022 and October 31, 2021

(Dollars in thousands)

	October 2022	Year-to-Date October 2022	Year-to-Date October 2021
REVENUES			
Investment Income	\$ 3,254	\$ 14,885	\$ 3,831
Total Revenues	3,254	14,885	3,831
EXPENSES			
Employee wages and benefits, net	77	780	633
Rent, communications, and utilities	3	20	21
Other General and Administrative Expenses	52	151	115
Total Operating Expenses	131	951	769
NET INCOME BEFORE DIVIDENDS & INTERESTS	3,122	13,934	3,062
Dividends & Interests	3,441	13,174	1,348
NET INCOME	\$ (319)	\$ 761	\$ 1,714

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>2022</u>	<u>2021</u>	<u>2020</u>
Dividend Rate First Quarter	0.20%	0.15%	0.75%
Dividend Rate Second Quarter	0.82%	0.15%	0.50%
Dividend Rate Third Quarter	2.24%	0.15%	0.25%
Dividend Rate Fourth Quarter		0.15%	0.15%

SELECTED RATIOS:	<u>10/31/2022</u>	<u>10/31/2021</u>
Stock & Retained Earnings/Total Assets	99.11%	99.75%
Loans/Total Assets	0.00%	0.00%
Loans/Stock & Retained Earnings	0.00%	0.00%
Total Liabilities/Stock & Retained Earnings	0.89%	0.25%

	<u>10/31/2022</u>	<u>10/31/2022</u>	<u>10/31/2021</u>
	<u>Month</u>	<u>YTD</u>	<u>YTD</u>
Total Operating Expenses/Total Revenue	4.04%	6.39%	20.06%
Net Income(before Divds)/Total Revenue	95.96%	93.61%	79.94%
Loan/Total Revenue	0.00%	0.00%	0.00%

CAPITAL STOCK:

Required (\$50 par value; authorized: 47,679,700 shares; issued and outstanding: 23,839,850 shares)

The information in the supplement above are preliminary and unaudited