

NATIONAL CREDIT UNION SHARE INSURANCE FUND

Your savings federally insured to at least \$100,000
and backed by the full faith and credit of the United States Government

NCUA

National Credit Union Administration, a U.S. Government Agency

FINANCIAL HIGHLIGHTS APRIL 30, 2008

**MARY ANN WOODSON
CHIEF FINANCIAL OFFICER**

NCUSIF FINANCIAL HIGHLIGHTS
April 30, 2008

Balance Sheet:

Investments: US Government Securities — increased by \$128.9 million due primarily to the collection of one percent deposit adjustments due from credit unions on April 15, 2008.

Due from Credit Unions — of \$2.8 million represents the remaining balance of one percent deposit adjustments due from credit unions on April 15, 2008.

Prepaid & Deferred Charges — is \$0 million for April. \$7.0 million was transferred to the operating fund to cover 52.0% of the agency's operating costs. April's actual operating costs were \$7.2 million. The difference was recorded in accounts payable (other).

Other Assets — represents balance due to the NCUSIF from monies loaned to NCUA for purchase of the King Street building.

Check Clearing Accounts — of \$375 thousand is primarily for checks issued to credit unions that have not cleared through the banking system as of April 30, 2008.

NCUSIF Equity — remained at 1.31% for April. The equity ratio is based upon an adjusted insured share base of \$565.5 billion at December 31, 2007.

Statement of Revenue and Expense:

Investment Income — is approximately \$0.9 million less than the previous month due to one less calendar day in April for which interest was accrued.

NCUSIF Total Operating Expense — of \$7.5 million includes \$243.5 thousand in direct expenses paid by the NCUSIF for state examiner training, leasing expense for state examiner laptop computers, and other insurance related items.

TABLE 1 - NATIONAL CREDIT UNION SHARE INSURANCE FUND
BALANCE SHEET
APRIL 30, 2008

ASSETS	APRIL 2007	MARCH 2008	APRIL 2008
Investments:			
U.S. Government Securities	\$7,033,522,652.31	\$7,227,363,789.43	\$7,356,279,099.10
Advances to Credit Unions:			
NCUSIF Subordinated Notes	0.00	0.00	0.00
Share Deposits & Loans	0.00	100,000,000.00	100,000,000.00
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Total Advances to Credit Unions	0.00	100,000,000.00	100,000,000.00
Other Receivables:			
Due from Credit Unions	4,152,191.62	113,958,894.04	2,807,987.78
Loans due to NCUSIF	0.00	0.00	0.00
Recoveries from Liq. CU	11,097,227.55	71,262,022.35	73,766,277.11
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Total Other Receivables	15,249,419.17	185,220,916.39	76,574,264.89
Cash	206,140.17	112,211.33	225,761.72
Interest Receivable	57,572,933.99	67,250,588.30	66,575,709.90
Prepaid & Deferred Charges	508,090.50	1,165,969.31	0.00
Leased Assets	581,918.52	321,915.92	295,433.83
Other	22,013,446.26	20,877,116.23	20,927,765.72
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TOTAL ASSETS	<u>\$7,129,654,600.92</u>	<u>\$7,602,312,506.91</u>	<u>\$7,620,878,035.16</u>
LIABILITIES			
Accounts Payable:			
Liquidation Claims	\$4,001,721.19	\$5,405,095.26	\$3,884,327.18
Other	1,750,588.10	7,778.76	325,871.83
Check Clearing Accounts	\$582,251.16	513,625.96	375,915.22
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Total Current Liabilities	\$6,334,560.45	5,926,499.98	4,586,114.23
Provision for CU Losses (Reserves)	\$82,945,025.40	206,222,946.48	209,971,860.11
Lease Liabilities	\$612,600.59	356,032.49	266,670.43
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TOTAL LIABILITIES	\$89,892,186.44	\$212,505,478.95	\$214,824,644.77
EQUITY			
CU Contributed Capital	\$5,352,412,050.43	\$5,652,334,829.37	\$5,651,969,216.56
Retained Earnings	\$1,687,350,364.05	1,737,472,198.59	1,754,084,173.83
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TOTAL EQUITY	\$7,039,762,414.48	\$7,389,807,027.96	\$7,406,053,390.39
TOTAL LIABILITIES & EQUITY	<u>\$7,129,654,600.92</u>	<u>\$7,602,312,506.91</u>	<u>\$7,620,878,035.16</u>

COMPARATIVE ANALYSIS OF BALANCE SHEET RATIOS
for Period Ending April 30, 2008

	APR 07	MAR 08	APR 08
1. Investments/Total Assets	98.65%	95.07%	96.53%
2. Total Equity/Insured Shares	1.32%	1.31%	1.31%
3. Prov. for Losses/CU Capital	1.55%	3.65%	3.72%
4. Non-Earning/Total Assets	1.04%	3.34%	1.89%
5. Available Asset Ratio	1.30%	1.29%	1.30%

TABLE 2 - STATEMENT OF REVENUE AND EXPENSE
FOR THE PERIOD ENDING APRIL 30, 2008

INCOME	CURRENT MONTH	CURRENT MONTH BUDGET	CY TO DATE 2008	CY TO DATE BUDGETED 2008	CY TO DATE 2007
Investment Income	\$23,923,903.97	\$24,700,000.00	\$99,938,297.65	\$98,800,000.00	\$103,670,125.23
Other Income	179,683.46	75,000.00	\$412,388.78	300,000.00	381,853.58
Total Income	24,103,587.43	24,775,000.00	100,350,686.43	99,100,000.00	104,051,978.81
EXPENSE					
Employee Pay	4,183,930.07	4,060,174.19	15,691,702.56	16,054,487.23	\$15,485,980.50
Employee Benefits	1,167,686.10	1,110,871.47	4,212,672.05	4,394,732.75	4,147,195.12
Employee Travel	1,036,470.82	668,035.48	2,552,406.00	2,672,141.94	1,773,157.42
Rent/Communications/Utilities	163,834.99	180,594.97	605,832.83	722,379.87	533,949.80
Administrative Costs	348,669.88	513,020.57	1,869,669.61	2,052,082.28	1,452,602.68
Contracted Services	347,526.69	380,493.13	901,820.90	1,521,972.51	839,304.69
Subtotal NCUA Operating Exp.	7,248,118.55	6,913,189.81	25,834,103.95	27,417,796.58	24,232,190.21
AMAC Expense	6,814.95	1,000.00	14,341.11	4,000.00	4,356.38
Training Expense	207,134.59	100,000.00	343,050.29	400,000.00	269,134.07
Leasing Expense	27,179.00	30,667.00	110,900.59	122,668.00	165,953.02
Other Insurance Expense	2,365.10	3,000.00	8,830.62	12,000.00	11,749.53
Total Operating Exp.	7,491,612.19	7,047,856.81	26,311,226.56	27,956,464.58	24,683,383.21
Insurance Loss	0.00	4,500,000.00	(3,831,256.57)	18,000,000.00	12,518,106.90
Total Expense	\$7,491,612.19	\$11,547,856.81	\$22,479,969.99	\$45,956,464.58	\$37,201,490.11
NET INCOME	\$16,611,975.24	\$13,227,143.19	\$77,870,716.44	\$53,143,535.42	\$66,850,488.70
Retained Earnings, Beginning of Year			\$1,676,213,457.39		\$1,672,030,178.22
Prior Year Adjustment			0.00		0.00
As Restated			1,676,213,457.39		1,672,030,178.22
Net Income			77,870,716.44		66,850,488.70
Dividends			1,754,084,173.83		1,738,880,666.92
			0.00		51,530,302.87
Retained Earnings, Year To Date			\$1,754,084,173.83		\$1,687,350,364.05

Comparative Analysis of NCUSIF Ratios for April 30, 2008

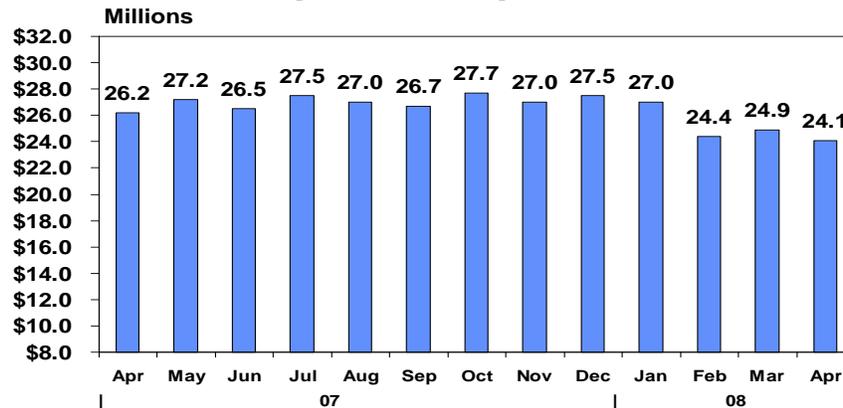
INCOME STATEMENT RATIOS	LAST MONTH	THIS MONTH	PRIOR CYTD	CURRENT CYTD
1. Oper. Exp./Total Income	27.49%	31.08%	23.72%	26.22%
2. Ins. Loss/Total Income	-15.38%	0.00%	12.03%	-3.82%
3. Total Exp./Total Income	12.11%	31.08%	35.75%	22.40%
4. Net Income/Total Income	87.89%	68.92%	64.25%	77.60%
5. Ins. Loss/Insured Shares	0.00%	0.00%	0.00%	0.00%

TABLE 3 - STATEMENT OF CASH FLOWS
April 30, 2008

CASH FLOWS FROM OPERATING ACTIVITIES:	
Income from investments	\$ 87,827,014.85
Other income received	412,388.78
Advances to credit unions (FCU Act §208)	(100,000,000.00)
Cash paid for operating expenses	(56,655,633.87)
Net cash (paid) received for insurance losses	<u>(10,867,213.85)</u>
Net cash provided by operating activities	<u>(79,283,444.09)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:	
Investments, net	15,055,812.50
Collections on note receivable - National Credit Union Administration Operating Fund	<u>192,000.73</u>
Net cash provided by (used in) investing activities	<u>15,247,813.23</u>
CASH FLOWS FROM FINANCING ACTIVITIES:	
Contributions (distributions) from insured credit unions Cont Cap acct	64,058,633.59
Dividends to insured credit unions	-
Principal repayments under capital lease obligations	<u>(180,117.94)</u>
Net cash provided by financing activities	<u>63,878,515.65</u>
NET INCREASE (DECREASE) IN CASH	(157,115.21)
CASH, BEGINNING OF YEAR	<u>382,876.93</u>
CASH, ENDING APRIL 30, 2008	<u><u>\$ 225,761.72</u></u>

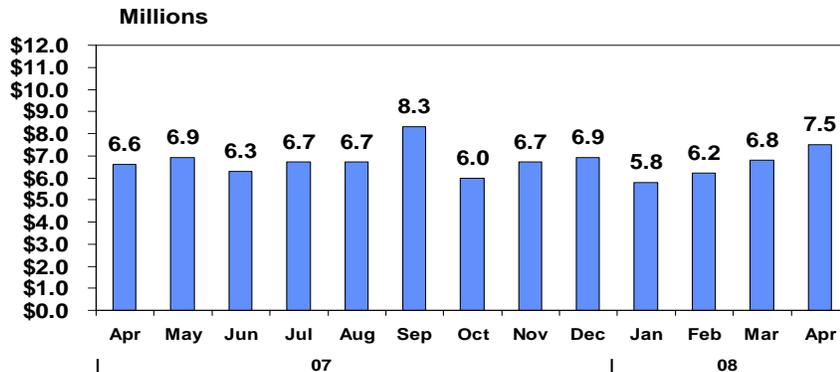
GROSS INCOME

April 07 – April 08



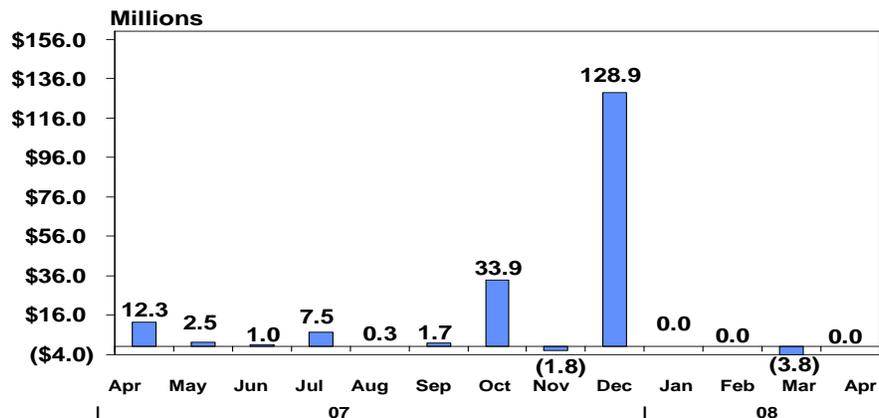
OPERATING EXPENSE

April 07 – April 08



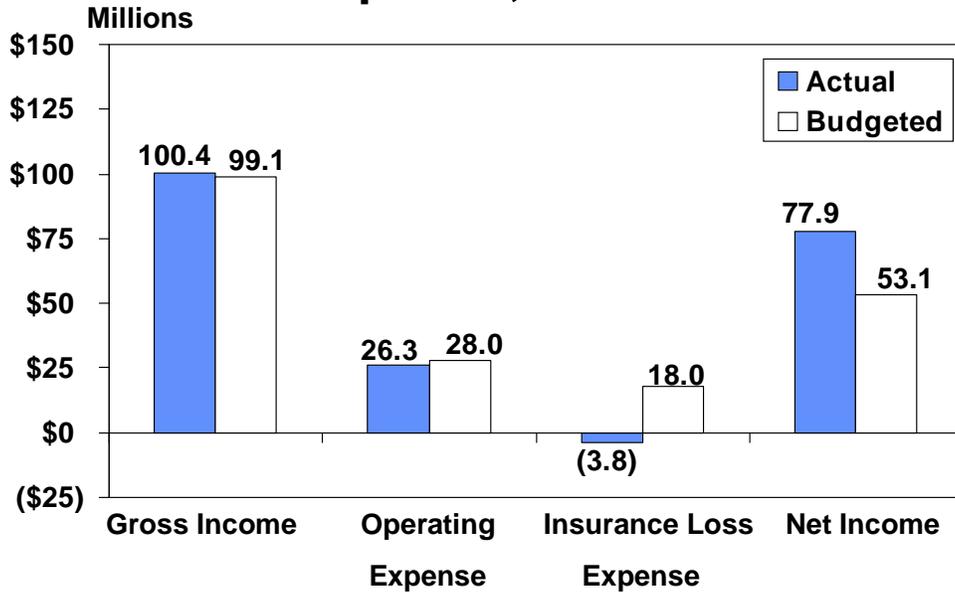
INSURANCE LOSS EXPENSE

April 07 – April 08



REVENUE AND EXPENSE

April 30, 2008



NCUSIF EQUITY RATIO

April 30, 2008

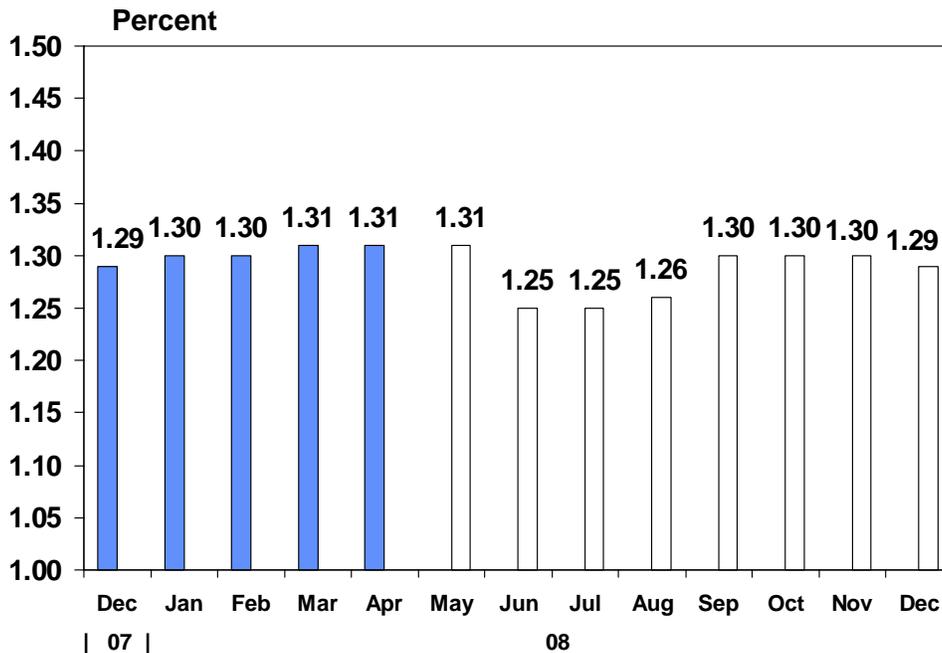


TABLE 4

INVESTMENT PORTFOLIO SUMMARY

April 30, 2008

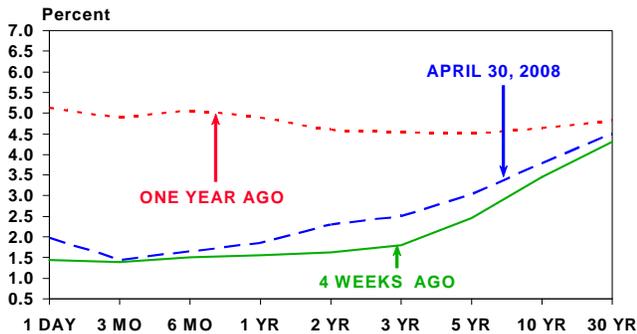
I. INVESTMENT PORTFOLIO BALANCE AND MARKET VALUE					
	Book Value	Market Value	Gain or (Loss)	% Market to Book Value	Weighted Average Yield
Daily Treasury Account	\$630,143,000	\$630,143,000	\$0	100.00%	2.15%
U.S. Treasury Notes	\$6,726,136,099	\$6,918,203,125	\$192,067,026	102.86%	4.14%
TOTAL	\$7,356,279,099	\$7,548,346,125	\$192,067,026	102.61%	3.99%

II. INVESTMENT PORTFOLIO PERFORMANCE				
	Last Month	Current Month	CY To Date	CY08 Projections
Investment Yield	4.01%	3.99%	4.10%	3.98%
Investment Income	\$24,838,835	\$23,923,904	\$99,938,298	\$296 Million
Income Budgeted	\$24,700,000	\$24,700,000	\$98,800,000	\$296 Million
Income/Budgeted Ratio	100.6%	96.9%	101.2%	100.00%
Weighted Avg. Maturity in Days	706	666		

III. MONTHLY ACTIVITY				
Purchase	Type	Amount	Maturity	Yield
TOTAL				
		\$0		

IV. MATURITY SCHEDULE (par value in millions)	
3 months or less	1,130.1
3 months - 1 year	1,750.0
1 year - 2 years	1,700.0
2 years - 3 years	1,000.0
3 years - 4 years	950.0
4 years - 5 years	750.0
5 years - 10 years	50.0
TOTAL	\$7,330.1

TREASURY YIELD CURVE



MATURITY SCHEDULE

April 30, 2008

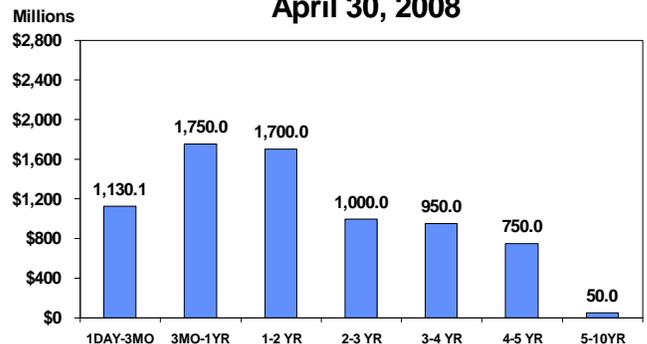


TABLE 5

MONTHLY YIELD COMPARISONS

April 30, 2008

YIELD COMPARISONS								
	Sep-07	Oct-07	Nov-07	Dec-07	Jan-08	Feb-08	Mar-08	Apr-08
NCUSIF Yield	4.50%	4.47%	4.39%	4.36%	4.30%	4.10%	4.01%	3.99%
90-day T-Bill	3.82%	3.94%	3.15%	3.36%	1.96%	1.85%	1.38%	1.43%
1-year T-Bill	4.05%	4.04%	3.26%	3.34%	2.11%	1.77%	1.55%	1.85%
2-year T-Note	3.97%	3.94%	3.04%	3.05%	2.17%	1.65%	1.62%	2.23%
30-year T-Note	4.83%	4.74%	4.40%	4.45%	4.35%	4.41%	4.30%	4.49%

**YIELD COMPARISONS
April 30, 2008**

