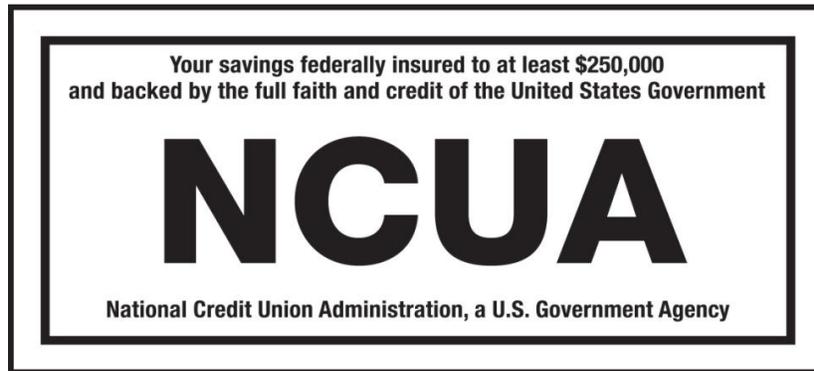


NATIONAL CREDIT UNION SHARE INSURANCE FUND



FINANCIAL HIGHLIGHTS NOVEMBER 30, 2008

**MARY ANN WOODSON
CHIEF FINANCIAL OFFICER**

NCUSIF FINANCIAL HIGHLIGHTS
November 30, 2008

Balance Sheet:

Provision for Credit Union Losses (Reserves) — increased by \$5 million to \$168.9 million as a result of \$0.5 million additional reserves added for specific problem credit unions and net recoveries of \$4.5 million from several failed credit unions.

Other Receivables: Due from Credit Unions — of the \$14.2 million one percent capitalization deposit adjustments outstanding as of October 31, 2008, \$6.8 million was collected during November. We continue to make progress on collecting this outstanding debt.

NCUSIF Equity — remained at \$1.27% for November. The equity ratio is based upon an insured share base of \$601.6 billion at June 30, 2008.

Statement of Revenue and Expense:

Net Income — is \$14.9 million for the month of November, with a year-to-date net income of \$14.7 million.

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

ASSETS	NOVEMBER 2007	OCTOBER 2008	NOVEMBER 2008
Investments:			
U.S. Government Securities	\$7,297,037,164.17	\$7,630,110,297.77	\$7,647,157,721.03
Advances to Credit Unions:			
NCUSIF Subordinated Notes	0.00	0.00	0.00
Share Deposits & Loans	0.00	0.00	0.00
	-----	-----	-----
Total Advances to Credit Unions	0.00	0.00	0.00
Other Receivables:			
Due from Credit Unions	2,361,187.70	14,429,217.50	7,676,034.88
Loans due to NCUSIF	0.00	0.00	0.00
Recoveries from Liq. CU	103,610,152.82	93,056,862.40	102,349,592.79
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Total Other Receivables	105,971,340.52	107,486,079.90	110,025,627.67
Cash	1,205,348.53	100,167.36	142,863.84
Interest Receivable	59,900,368.33	64,070,556.74	67,369,134.62
Prepaid & Deferred Charges	475,370.32	1,354,941.88	862,510.70
Leased Assets	429,334.69	133,503.70	133,503.70
Other	21,231,209.76	19,992,361.57	19,890,573.76
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TOTAL ASSETS	<u><u>\$7,486,250,136.32</u></u>	<u><u>\$7,823,247,908.92</u></u>	<u><u>\$7,845,581,935.32</u></u>
LIABILITIES			
Accounts Payable:			
Liquidation Claims	\$5,389,718.66	\$7,429,463.83	\$8,735,637.25
Other	9,226.88	214,696.45	11,251.44
Check Clearing Accounts	17,745.85	279.47	258.70
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Total Current Liabilities	5,416,691.39	7,644,439.75	8,747,147.39
Provision for CU Losses (Reserves)	112,906,182.87	163,863,359.15	168,884,137.10
Lease Liabilities	442,148.85	89,823.64	89,823.64
	-----	-----	-----
TOTAL LIABILITIES	118,765,023.11	171,597,622.54	177,721,108.13 1/
EQUITY			
CU Contributed Capital	5,582,978,478.42	5,975,633,401.04	5,976,914,298.78
Retained Earnings	1,784,506,634.79	1,676,016,885.34	1,690,946,528.41
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TOTAL EQUITY	7,367,485,113.21	7,651,650,286.38	7,667,860,827.19
TOTAL LIABILITIES & EQUITY	<u><u>\$7,486,250,136.32</u></u>	<u><u>\$7,823,247,908.92</u></u>	<u><u>\$7,845,581,935.32</u></u>

COMPARATIVE ANALYSIS OF BALANCE SHEET RATIOS

1/ Does not include unreserved contingent liabilities of \$37 thousand in an indemnification expiring in Dec 2010.

for Period Ending November 30, 2008

	NOV 07	OCT 08	NOV 08
1. Investments/Total Assets	97.47%	97.53%	97.47%
2. Total Equity/Insured Shares	1.31%	1.27%	1.27%
3. Prov. for Losses/CU Capital	2.02%	2.74%	2.83%
4. Non-Earning/Total Assets	2.24%	2.21%	2.28%
5. Available Asset Ratio	1.31%	1.28%	1.30%

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

INCOME	CURRENT MONTH	CURRENT MONTH BUDGET	CY TO DATE 2008	CY TO DATE BUDGETED 2008	CY TO DATE 2007
Investment Income	\$21,879,684.28	\$24,700,000.00	\$264,471,789.89	\$271,700,000.00	\$292,757,219.64
Other Income	115,620.46	75,000.00	1,255,575.08	825,000.00	1,087,374.04
Total Income	<u>21,995,304.74</u>	<u>24,775,000.00</u>	<u>265,727,364.97</u>	<u>272,525,000.00</u>	<u>293,844,593.68</u>
EXPENSE					
Employee Pay	3,821,766.56	3,687,755.16	44,150,392.16	44,103,287.51	43,077,849.07
Employee Benefits	964,168.82	1,013,365.23	11,598,978.13	12,073,326.78	11,277,964.21
Employee Travel	660,122.83	668,035.48	7,309,259.80	7,348,390.34	6,741,324.59
Rent/Communications/Utilities	121,214.80	180,594.96	1,747,574.62	1,986,544.64	1,900,914.68
Administrative Costs	283,206.46	513,020.57	4,195,431.62	5,643,226.26	4,724,870.29
Contracted Services	287,009.83	380,493.12	3,244,731.31	4,185,424.39	2,820,315.20
Subtotal NCUA Operating Exp.	<u>6,137,489.30</u>	<u>6,443,264.52</u>	<u>72,246,367.64</u>	<u>75,340,199.92</u>	<u>70,543,238.04</u>
AMAC Expense	0.00	1,000.00	14,596.95	11,000.00	540,434.52
Training Expense	428,432.43	100,000.00	1,434,036.27	1,100,000.00	896,714.42
Leasing Expense	0.00	30,667.00	276,101.87	337,337.00	328,203.05
Other Insurance Expense	19,830.94	3,000.00	48,351.80	33,000.00	28,972.88
Total Operating Exp.	<u>6,585,752.67</u>	<u>6,577,931.52</u>	<u>74,019,454.53</u>	<u>76,821,536.92</u>	<u>72,337,562.91</u>
Insurance Loss Expense	<u>479,909.00</u>	<u>4,500,000.00</u>	<u>176,974,839.42</u>	<u>49,500,000.00</u>	<u>57,500,271.33</u>
Total Expense	<u>7,065,661.67</u>	<u>11,077,931.52</u>	<u>250,994,293.95</u>	<u>126,321,536.92</u>	<u>129,837,834.24</u>
NET INCOME	<u>\$14,929,643.07</u>	<u>\$13,697,068.48</u>	<u>\$14,733,071.02</u>	<u>\$146,203,463.08</u>	<u>\$164,006,759.44</u>
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			<u>14,733,071.02</u>		<u>164,006,759.44</u>
Dividends			1,690,946,528.41		1,836,036,937.66
			0.00		51,530,302.87
Retained Earnings, Year To Date			<u>\$1,690,946,528.41</u>		<u>\$1,784,506,634.79</u>

Comparative Analysis of NCUSIF Ratios for November 30, 2008

INCOME STATEMENT RATIOS	LAST MONTH	THIS MONTH	PRIOR CYTD	CURRENT CYTD
1. Oper. Exp./Total Income	24.73%	29.94%	24.62%	27.86%
2. Ins. Loss Exp./Total Income	166.95%	2.18%	19.57%	66.60%
3. Total Exp./Total Income	191.68%	32.12%	44.19%	94.46%
4. Net Income/Total Income	-91.68%	67.88%	55.81%	5.54%
5. Ins. Loss Exp./Insured Shares	0.01%	0.00%	0.01%	0.04%

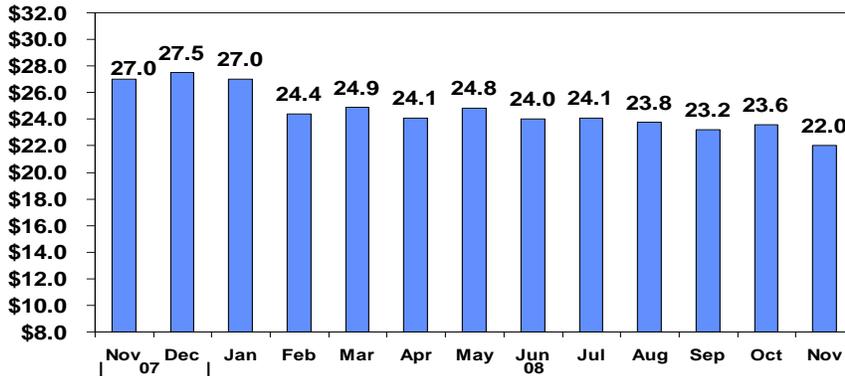
TABLE 3 - STATEMENT OF CASH FLOWS
November 30, 2008

CASH FLOWS FROM OPERATING ACTIVITIES:	
Income from investments	\$ 255,765,280.94
Other income received	1,255,575.08
Advances to credit unions (FCU Act §208)	-
Cash paid for operating expenses	(105,751,448.17)
Net cash (paid) received for insurance losses	<u>(256,493,038.46)</u>
Net cash provided by operating activities	<u>(105,223,630.61)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:	
Investments, net	(280,021,008.00)
Collections on note receivable - National Credit Union Administration Operating Fund	<u>1,229,192.69</u>
Net cash provided by (used in) investing activities	<u>(278,791,815.31)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:	
Contributions (distributions) from insured credit unions Cont Cap acct	384,135,668.71
Dividends to insured credit unions	-
Principal repayments under capital lease obligations	<u>(360,235.88)</u>
Net cash provided by financing activities	<u>383,775,432.83</u>
NET INCREASE (DECREASE) IN CASH	(240,013.09)
CASH, BEGINNING OF YEAR	<u>382,876.93</u>
CASH, ENDING November 30, 2008	<u>\$ 142,863.84</u>

GROSS INCOME

NOV 07 – NOV 08

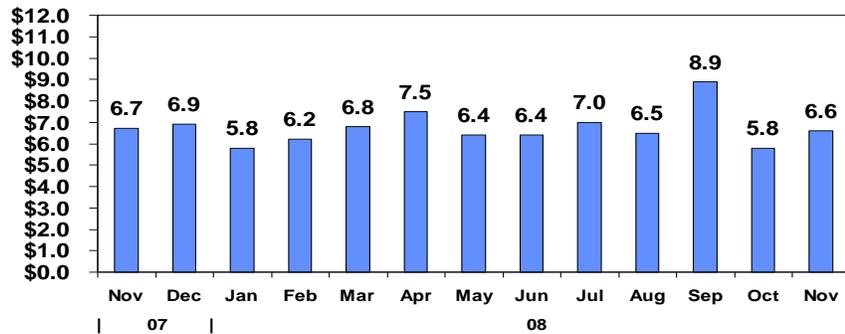
Millions



OPERATING EXPENSE

NOV 07 – NOV 08

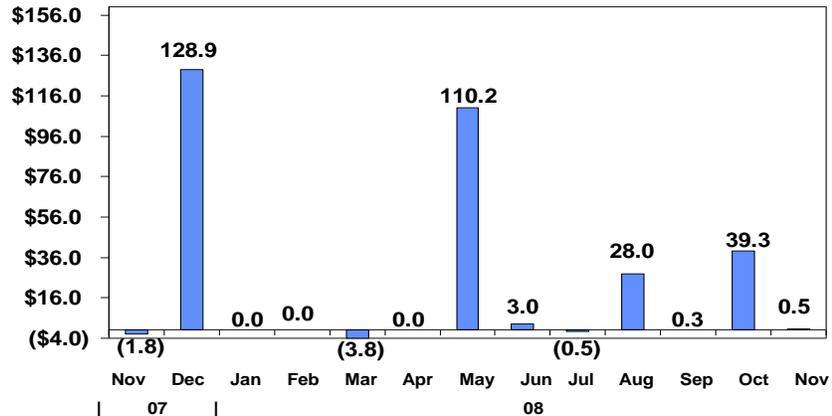
Millions



INSURANCE LOSS EXPENSE

NOV 07 – NOV 08

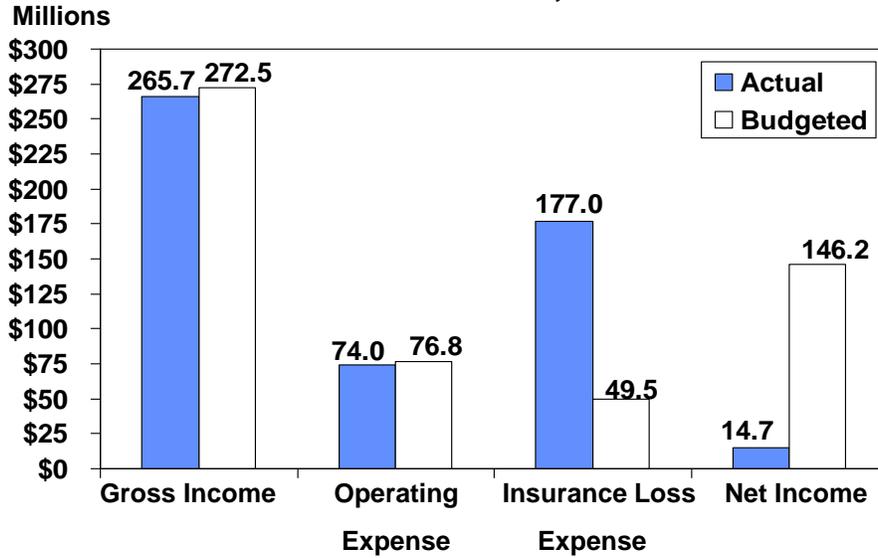
Millions



REVENUE AND EXPENSE

YEAR-TO-DATE

NOVEMBER 30, 2008



NCUSIF EQUITY RATIO

NOVEMBER 30, 2008

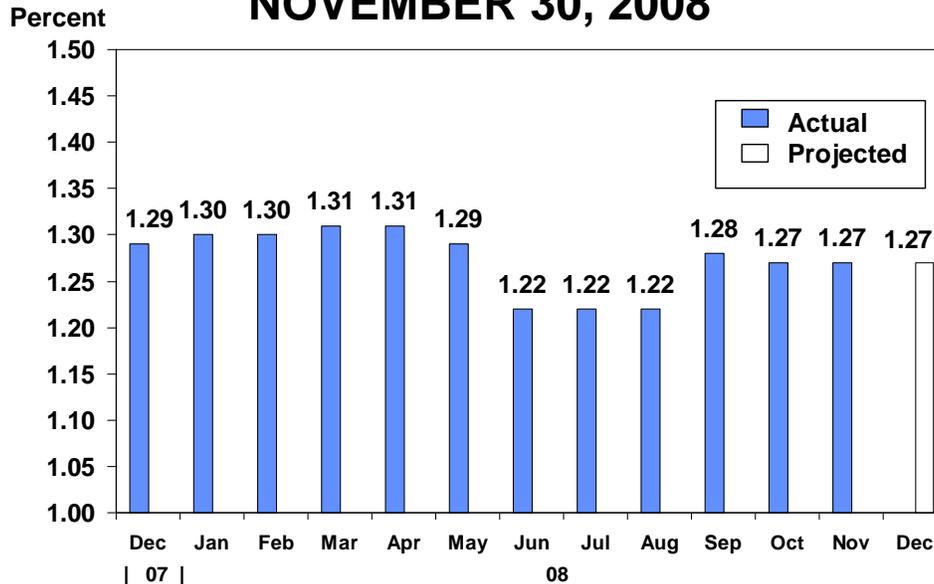


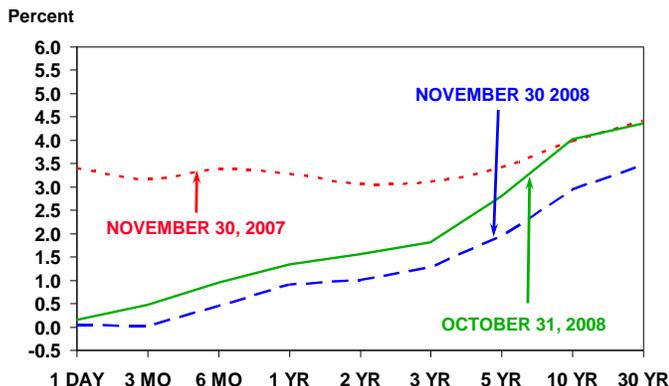
TABLE 4

INVESTMENT PORTFOLIO SUMMARY

November 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	\$936,337,000	\$936,337,000	\$0	100.00%	0.09%
U.S. Treasury Notes	6,710,820,721	7,068,609,375	357,788,654	105.33%	3.88%
TOTAL	\$7,647,157,721	\$8,004,946,375	\$357,788,654	104.68%	3.49%
II. INVESTMENT PORTFOLIO PERFORMANCE					
	Last Month	Current Month	CY To Date	CY08 Projections	
Investment Yield	3.75%	3.49%	3.91%	3.87%	
Investment Income	\$23,482,375	\$21,879,684	\$264,471,790	\$288,000,000	
Income Budgeted (1/1/08)	\$24,700,000	\$24,700,000	\$271,700,000	\$296,000,000	
Income/Budgeted Ratio	95.1%	88.6%	97.3%	97.3%	
Weighted Avg. Maturity in Days	751	722			
III. MONTHLY ACTIVITY					
Purchase	Type	Amount	Maturity	Yield	
TOTAL		\$0			
IV. MATURITY SCHEDULE (par value in millions)					
3 months or less	\$1,786.3				
3 months - 1 year	1,550.0				
1 year - 2 years	1,000.0				
2 years - 3 years	1,000.0				
3 years - 4 years	1,050.0				
4 years - 5 years	1,100.0				
5 years - 10 years	100.0				
TOTAL	\$7,586.3				

TREASURY YIELD CURVE



MATURITY SCHEDULE

NOVEMBER 30, 2008

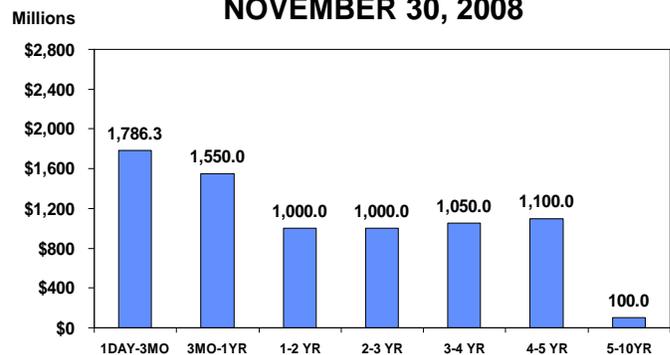


TABLE 5

MONTHLY YIELD COMPARISONS

November 30, 2008

YIELD COMPARISONS								
	Apr-08	May-08	Jun-08	Jul-08	Aug-08	Sep-08	Oct-08	Nov-08
NCUSIF Yield	3.99%	3.93%	3.94%	3.84%	3.84%	3.87%	3.75%	3.49%
90-day T-Bill	1.43%	1.89%	1.90%	1.68%	1.72%	0.92%	0.46%	0.01%
1-year T-Bill	1.85%	2.22%	2.26%	2.27%	2.18%	1.78%	1.34%	0.90%
2-year T-Note	2.23%	2.66%	2.63%	2.52%	2.36%	2.00%	1.56%	1.00%
30-year T-Note	4.49%	4.72%	4.53%	4.59%	4.43%	4.31%	4.35%	3.45%

**YIELD COMPARISONS
NOVEMBER 30, 2008**

