

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

FINAL FINANCIAL HIGHLIGHTS NOVEMBER 30, 2007

**DENNIS WINANS
CHIEF FINANCIAL OFFICER**

NCUSIF FINANCIAL HIGHLIGHTS
November 30, 2007

Balance Sheet:

Other Receivables: Due from Credit Unions — Credit unions with assets of \$50 million or greater that increased in insured shares from January 1, 2007 through June 30, 2007, were invoiced \$252.5 million in capitalization deposit adjustments on September 17, 2007. The \$2.4 million represents the outstanding balance that was due on October 23, 2007.

Cash — is \$1.2 million due to collections received after the overnight investment was made on November 30, 2007.

Other Receivables: Recoveries from Liq. CU — increased to \$103.6 million due primarily to new receivables established by AMAC from the liquidation of credit unions.

Prepaid & Deferred Charges — is \$0.5 million for November. \$7.0 million was transferred to the operating fund to cover 53.3% of the agency's operating costs. November's actual operating costs were \$6.5 million.

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

Liquidation Claims — increased to \$5.4 million primarily due to setup entries for liquidated credit unions.

Provision for Credit Union Losses (Reserves) — decreased due to payments made for failed credit unions.

NCUSIF Equity — remained at 1.31% for November. The equity ratio is based upon an insured share base of \$561.2 billion at June 30, 2007.

Statement of Revenue and Expense:

Investment Income — is approximately \$807.1 thousand less than the previous month due to one less calendar day in November for which interest was accrued.

NCUSIF Total Operating Expense — of \$6.7 million includes \$129.6 thousand in direct expenses paid by the NCUSIF for state examiner training, leasing expense for state examiner laptop computers, and other insurance related items.

Insurance Loss — is (\$1.8) million for November primarily due to FIN45 liabilities paid off or expired and monies returned to the National Pool Reserve.

TABLE 1 - NATIONAL CREDIT UNION SHARE INSURANCE FUND
BALANCE SHEET
NOVEMBER 30, 2007

ASSETS	NOVEMBER 2006	OCTOBER 2007	NOVEMBER 2007
Investments:			
U.S. Government Securities	\$6,933,065,894.26	\$7,368,664,786.18	\$7,297,037,164.17
Advances to Credit Unions:			
NCUSIF Subordinated Notes	0.00	0.00	0.00
Share Deposits & Loans	15,000,000.00	0.00	0.00
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Total Advances to Credit Unions	15,000,000.00	0.00	0.00
Other Receivables:			
Due from Credit Unions	1,769,255.76	18,764,927.88	2,361,187.70
Loans due to NCUSIF	0.00	0.00	0.00
Recoveries from Liq. CU	11,617,441.74	10,702,335.81	103,610,152.82
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Total Other Receivables	13,386,697.50	29,467,263.69	105,971,340.52
Cash	5,531.15	5,842.84	1,205,348.53
Interest Receivable	49,560,388.47	55,714,311.06	59,900,368.33
Prepaid & Deferred Charges	476,650.76	1,278,845.46	475,370.32
Leased Assets	790,069.05	456,640.89	429,334.69
Other	22,638,407.62	21,343,256.03	21,231,209.76
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TOTAL ASSETS	\$7,034,923,638.81	\$7,476,930,946.15	\$7,486,250,136.32
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LIABILITIES			
Accounts Payable:			
Liquidation Claims	\$4,327,253.26	\$4,579,168.76	\$5,389,718.66
Other	142,314.95	5,830.44	9,226.88
Check Clearing Accounts	4,526.35	2,376.46	17,745.85
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Total Current Liabilities	\$4,474,094.56	4,587,375.66	5,416,691.39
Provision for CU Losses (Reserves)	\$71,379,102.11	126,947,080.17	112,906,182.87
Lease Liabilities	\$806,272.32	440,993.34	442,148.85
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TOTAL LIABILITIES	\$76,659,468.99	\$131,975,449.17	\$118,765,023.11
EQUITY			
CU Contributed Capital	\$5,305,456,331.08	\$5,582,619,719.56	\$5,582,978,478.42
Retained Earnings	\$1,652,807,838.74	1,762,335,777.42	1,784,506,634.79
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TOTAL EQUITY	\$6,958,264,169.82	\$7,344,955,496.98	\$7,367,485,113.21
TOTAL LIABILITIES & EQUITY	\$7,034,923,638.81	\$7,476,930,946.15	\$7,486,250,136.32
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COMPARATIVE ANALYSIS OF BALANCE SHEET RATIOS

for Period Ending November 30, 2007

	NOV 06	OCT 07	NOV 07
1. Investments/Total Assets	98.55%	98.55%	97.47%
2. Total Equity/Insured Shares	1.31%	1.31%	1.31%
3. Prov. for Losses/CU Capital	1.35%	2.27%	2.02%
4. Non-Earning/Total Assets	0.91%	1.16%	2.24%
5. Available Asset Ratio	1.29%	1.30%	1.31%

TABLE 2 - STATEMENT OF REVENUE AND EXPENSE
FOR THE PERIOD ENDING NOVEMBER 30, 2007

INCOME	CURRENT MONTH	CURRENT MONTH BUDGET	CY TO DATE 2007	CY TO DATE BUDGETED 2007	CY TO DATE 2006
Investment Income	\$26,833,147.04	\$26,000,000.00	\$292,757,219.64	\$286,000,000.00	\$238,969,155.94
Other Income	190,118.70	80,000.00	\$1,087,374.04	880,000.00	1,176,877.41
Total Income	27,023,265.74	26,080,000.00	293,844,593.68	286,880,000.00	240,146,033.35
EXPENSE					
Employee Pay	3,862,897.85	4,013,120.27	43,077,849.07	43,778,536.29	\$45,042,193.37
Employee Benefits	1,003,440.27	1,092,060.92	11,277,964.21	11,917,469.68	12,077,154.38
Employee Travel	708,602.26	606,907.51	6,741,324.59	6,675,982.68	6,568,626.69
Rent/Communications/Utilities	185,865.04	176,501.04	1,900,914.68	1,941,511.47	1,932,971.49
Administrative Costs	557,670.96	532,516.23	4,724,870.29	5,857,678.51	4,936,305.54
Contracted Services	206,153.30	388,598.66	2,820,315.20	4,274,585.34	3,198,743.53
Subtotal NCUA Operating Exp.	6,524,629.68	6,809,704.63	70,543,238.04	74,445,763.97	73,755,995.00
AMAC Expense	(5,663.23)	1,000.00	540,434.52	11,000.00	2,714.87
Training Expense	104,201.65	100,000.00	896,714.42	1,100,000.00	864,327.66
Leasing Expense	28,461.71	30,675.00	328,203.05	337,425.00	389,799.22
Other Insurance Expense	2,629.79	5,000.00	28,972.88	55,000.00	52,215.39
Total Operating Exp.	6,654,259.60	6,946,379.63	72,337,562.91	75,949,188.97	75,065,052.14
Insurance Loss	(1,801,851.23)	2,000,000.00	57,500,271.33	22,000,000.00	2,686,170.37
Total Expense	\$4,852,408.37	\$8,946,379.63	\$129,837,834.24	\$97,949,188.97	\$77,751,222.51
NET INCOME	\$22,170,857.37	\$17,133,620.37	\$164,006,759.44	\$188,930,811.03	\$162,394,810.84
Retained Earnings, Beginning of Year			\$1,672,030,178.22		\$1,490,413,027.90
Prior Year Adjustment			0.00		0.00
As Restated			1,672,030,178.22		1,490,413,027.90
Net Income			164,006,759.44		162,394,810.84
Dividends			1,836,036,937.66		1,652,807,838.74
			51,530,302.87		0.00
Retained Earnings, Year To Date			\$1,784,506,634.79		\$1,652,807,838.74

Comparative Analysis of NCUSIF Ratios for November 30, 2007

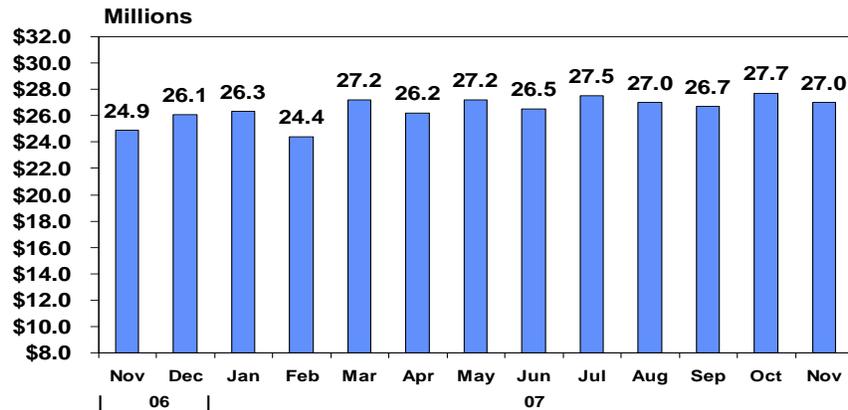
INCOME STATEMENT RATIOS	LAST MONTH	THIS MONTH	PRIOR CYTD	CURRENT CYTD
1. Oper. Exp./Total Income	21.78%	24.62%	31.26%	24.62%
2. Ins. Loss/Total Income	122.24%	-6.67%	1.12%	19.57%
3. Total Exp./Total Income	144.02%	17.96%	32.38%	44.19%
4. Net Income/Total Income	-44.02%	82.04%	67.62%	55.81%
5. Ins. Loss/Insured Shares	0.01%	0.00%	0.00%	0.01%

TABLE 3 - STATEMENT OF CASH FLOWS
November 30, 2007

CASH FLOWS FROM OPERATING ACTIVITIES:	
Income from investments	\$ 272,369,726.20
Other income received	1,087,374.04
Repayment of advances to credit unions (FCU Act §208)	15,000,000.00
Cash paid for operating expenses	(72,452,365.08)
Net cash (paid) received for insurance losses	<u>(105,872,889.73)</u>
Net cash provided by operating activities	<u>110,131,845.43</u>
CASH FLOWS FROM INVESTING ACTIVITIES:	
Investments, net	(332,656,494.77)
Collections on note receivable - National Credit Union Administration Operating Fund	<u>1,282,600.85</u>
Net cash provided by (used in) investing activities	<u>(331,373,893.92)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:	
Contributions (distributions) from insured credit unions Cont Cap acct	274,377,675.20
Dividends to insured credit unions	(51,530,302.87)
Principal repayments under capital lease obligations	<u>(405,588.91)</u>
Net cash provided by financing activities	<u>222,441,783.42</u>
NET INCREASE (DECREASE) IN CASH	1,199,734.93
CASH, BEGINNING OF YEAR	<u>5,613.60</u>
CASH, ENDING NOVEMBER 30, 2007	<u>\$ 1,205,348.53</u>

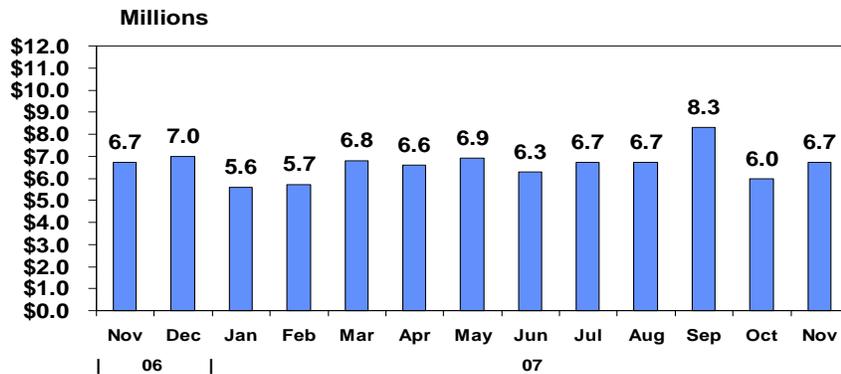
GROSS INCOME

November 06 – November 07



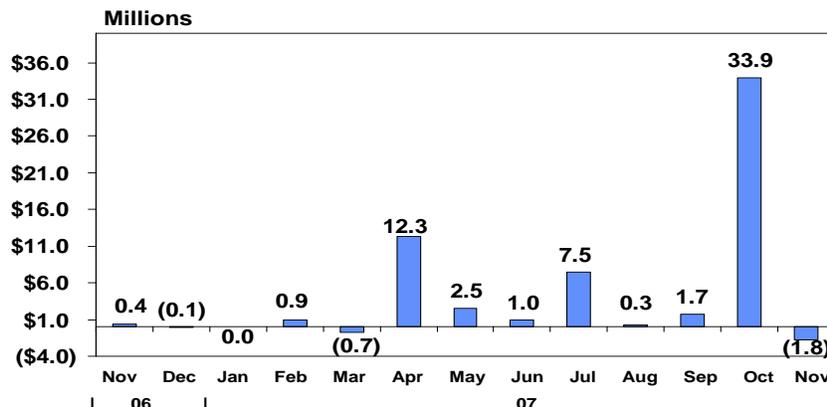
OPERATING EXPENSE

November 06 – November 07



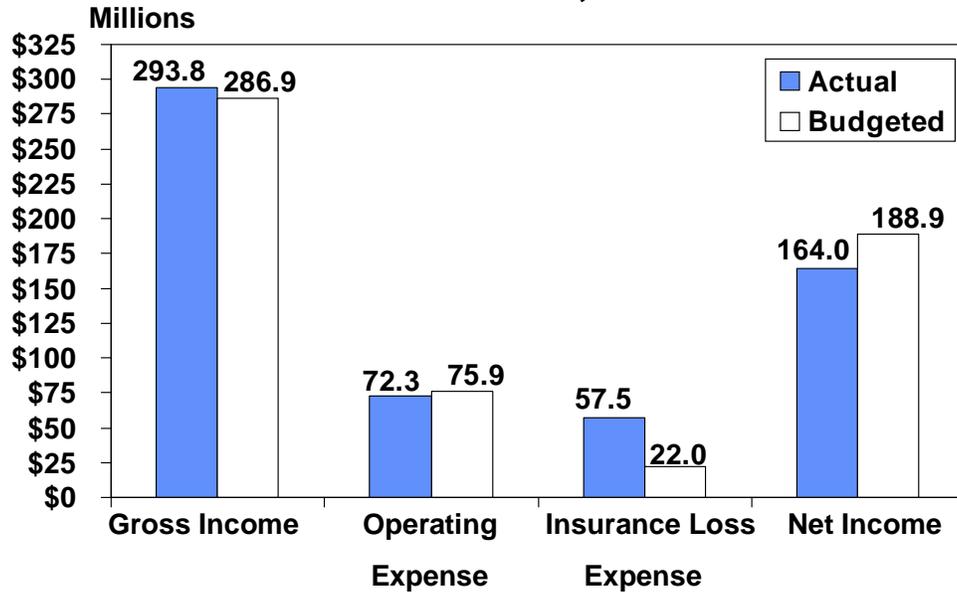
INSURANCE LOSS EXPENSE

November 06 – November 07



REVENUE AND EXPENSE

November 30, 2007



NCUSIF EQUITY RATIO

November 30, 2007

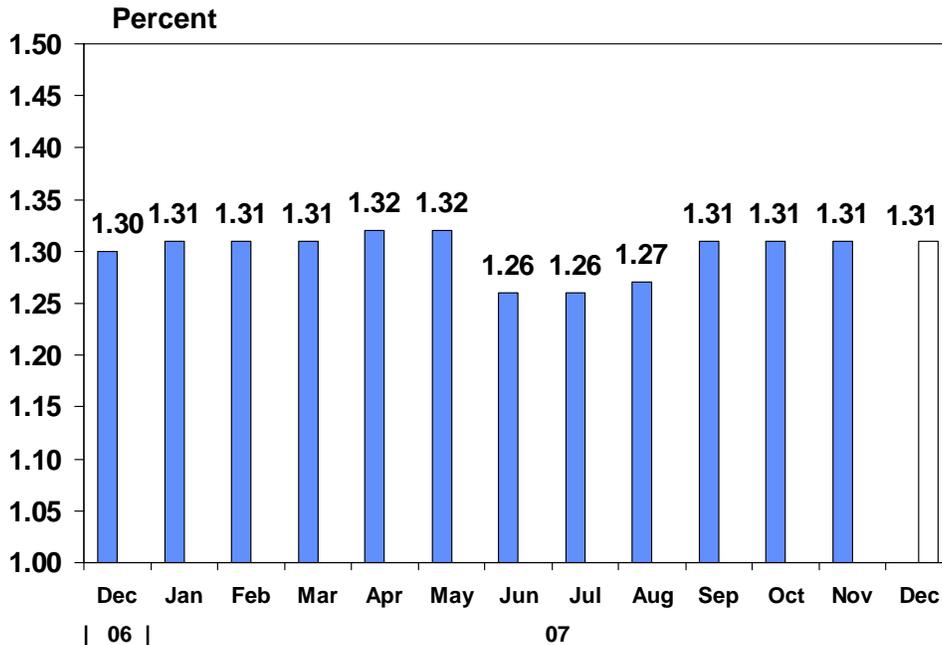
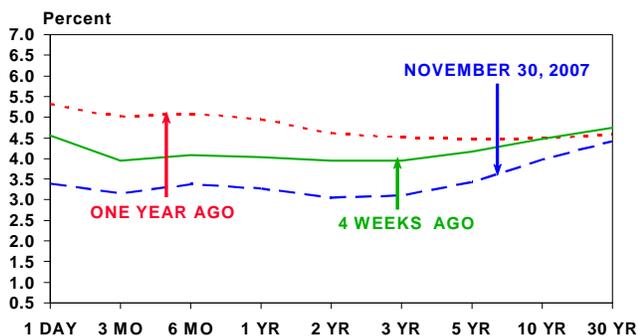


TABLE 4

INVESTMENT PORTFOLIO SUMMARY

November 30, 2007

I. INVESTMENT PORTFOLIO BALANCE AND MARKET VALUE					
	Book Value	Market Value	Gain or (Loss)	% Market to Book Value	Weighted Average Yield
Daily Treasury Account	\$1,325,002,000	\$1,325,002,000	\$0	100.00%	4.19%
U.S. Treasury Notes	\$5,972,035,165	\$6,129,828,125	\$157,792,960	102.64%	4.53%
TOTAL	\$7,297,037,165	\$7,454,830,125	\$157,792,960	102.16%	4.46%
II. INVESTMENT PORTFOLIO PERFORMANCE					
	Last Month	Current Month	CY To Date	CY07 Projections	
	4.47%	4.39%	4.46%	4.50%	
Investment Income	\$27,640,270	\$26,833,147	\$292,757,220	\$312 Million	
Income Budgeted	\$26,000,000	\$26,000,000	\$286,000,000	\$312 Million	
Income/Budgeted Ratio	106.3%	103.2%	102.4%	100.00%	
Weighted Avg. Maturity in Days	570	626			
III. MONTHLY ACTIVITY					
Purchase	Type	Amount	Maturity	Yield	
11/14/2007	Treasury Note	\$250,000,000	11/15/2009	3.56%	
11/14/2007	Treasury Note	\$100,000,000	9/30/2012	3.87%	
11/14/2007	Treasury Note	\$100,000,000	11/15/2012	3.83%	
TOTAL		\$450,000,000			
IV. MATURITY SCHEDULE (par value in millions)					
3 months or less	1,775.0				
3 months - 1 year	1,150.0				
1 year - 2 years	1,800.0				
2 years - 3 years	1,000.0				
3 years - 4 years	1,000.0				
4 years - 5 years	600.0				
TOTAL	\$7,325.0				

TREASURY YIELD CURVE**MATURITY SCHEDULE**

November 30, 2007

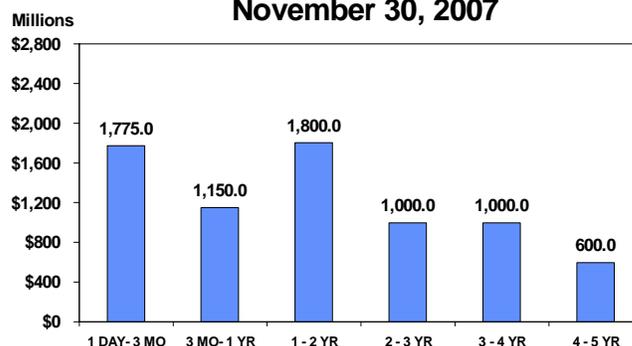


TABLE 5

MONTHLY YIELD COMPARISONS

November 30, 2007

YIELD COMPARISONS								
	Apr-07	May-07	Jun-07	Jul-07	Aug-07	Sep-07	Oct-07	Nov-07
NCUSIF Yield	4.50%	4.48%	4.50%	4.49%	4.40%	4.50%	4.47%	4.39%
90 day T-Bill	4.91%	4.73%	4.82%	4.96%	4.01%	3.82%	3.94%	3.15%
1 year T-Bill	4.89%	4.95%	4.92%	4.85%	4.19%	4.05%	4.04%	3.26%
2 year T-Note	4.60%	4.92%	4.88%	4.56%	4.15%	3.97%	3.94%	3.04%
30 year T-Note	4.81%	5.01%	5.12%	4.92%	4.83%	4.83%	4.74%	4.40%

YIELD COMPARISONS
November 30, 2007

