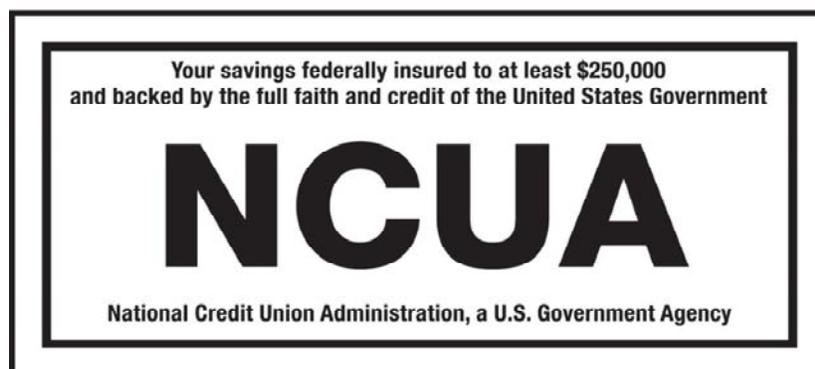


NATIONAL CREDIT UNION SHARE INSURANCE FUND



PRELIMINARY FINANCIAL HIGHLIGHTS MAY 31, 2009

**MARY ANN WOODSON
CHIEF FINANCIAL OFFICER**

NCUSIF FINANCIAL HIGHLIGHTS
May 31, 2009

Balance Sheet:

Advances to Credit Unions: Share Deposits and Loans – of \$10.0 billion represents liquidity loans to two problem credit unions.

Interest on Loan Receivable – on \$9.0 million includes \$2.5 million in accrued interest related to \$1 billion capital note held by the NCUSIF and \$6.5 million accrued interest related to the \$10 billion in liquidity loans.

Notes Payable- CLF – of \$10.0 billion represents the loan the CLF made to the NCUSIF in March 2009 to provide liquidity loans to two problem credit unions.

Deferred Revenue – of \$18.4 million represents fees charged on debt covered by the Temporary Corporate Credit Union Liquidity Guarantee Program (TCCULGP). These fees are held in reserve for the payment of any losses arising from the program.

Interest Payable- CLF – of \$6.5 million represents accrued interest for \$10 billion notes payable to CLF.

Provision for Credit Union Losses (Reserves) – of \$5.4 billion includes an increase of \$10.0 million in reserves for natural person credit unions.

Statement of Revenue and Expense:

Other Income – of \$5.4 million includes \$2.6 million in interest income related to the \$1 billion capital note held by the NCUSIF and \$2.9 million in accrued interest for liquidity loans.

Accrued Insurance Interest Expense – of \$2.9 million represents accrued interest for May on the \$10 billion notes payable to CLF.

Insurance Loss Expense – of \$10.0 million was expensed to increase natural person credit union reserves.

NATIONAL CREDIT UNION SHARE INSURANCE FUND
BALANCE SHEET
MAY 31, 2009

ASSETS:

Investments:

U.S. Government Securities

Advances to Credit Unions:

Capital Notes

Allowance for loss - Capital Notes

NCUSIF Subordinated Notes

Share Deposits & Loans

Total Advances to Credit Unions

Other Receivables:

Due from Credit Unions

Recapitalization and Insurance Premiums

Loans due to NCUSIF

Recoveries from Liq. CU

Total Other Receivables

Cash

Interest Receivable

Prepaid & Deferred Charges

Leased Assets

Interest on Loan Receivable

Other

TOTAL ASSETS

LIABILITIES:

Accounts Payable:

Liquidation Claims

Notes Payable - CLF

Deferred Revenue

Interest Payable - CLF

Check Clearing Accounts

Other

Total Current Liabilities

Provision for CU Losses (Reserves) - NPCU

Provision for CU Losses (Reserves) - CCU

Lease Liabilities

TOTAL LIABILITIES ^{1/}

EQUITY:

CU Contributed Capital

Retained Earnings

Unrealized Gain/Loss on A-F-S Securities

TOTAL EQUITY

TOTAL LIABILITIES & EQUITY

	MAY 2009	APRIL 2009	MAY 2008
U.S. Government Securities	\$7,097,830,024.51	\$7,119,349,124.89	\$7,376,899,450.76
Advances to Credit Unions:			
Capital Notes	1,000,000,000.00	1,000,000,000.00	0.00
Allowance for loss - Capital Notes	(1,000,000,000.00)	(1,000,000,000.00)	0.00
NCUSIF Subordinated Notes	0.00	0.00	0.00
Share Deposits & Loans	10,000,000,000.00	10,000,000,000.00	100,000,000.00
<i>Total Advances to Credit Unions</i>	10,000,000,000.00	10,000,000,000.00	100,000,000.00
Other Receivables:			
Due from Credit Unions	2,419,760.66	8,681,002.47	4,505,547.94
Recapitalization and Insurance Premiums	6,240,728,724.00	6,240,728,724.00	0.00
Loans due to NCUSIF	0.00	0.00	0.00
Recoveries from Liq. CU	100,470,185.98	102,933,072.12	77,333,418.96
<i>Total Other Receivables</i>	6,343,618,670.64	6,352,342,798.59	81,838,966.90
Cash	100,705.42	100,002.16	5,072.08
Interest Receivable	61,166,326.42	51,393,312.24	69,278,120.57
Prepaid & Deferred Charges	86,495.85	(3,191,805.47)	681,630.85
Leased Assets	0.00	0.00	268,139.60
Interest on Loan Receivable	9,019,281.09	3,602,191.78	0.00
Other	19,320,206.58	19,528,673.17	20,677,652.05
TOTAL ASSETS	\$23,531,141,710.51	\$23,543,124,297.36	\$7,649,649,032.81
LIABILITIES:			
Accounts Payable:			
Liquidation Claims	11,046,515.22	10,537,519.83	4,973,535.30
Notes Payable - CLF	10,000,000,000.00	10,000,000,000.00	0.00
Deferred Revenue	18,405,448.96	13,236,985.96	0.00
Interest Payable - CLF	6,540,821.92	3,602,191.78	0.00
Check Clearing Accounts	34,615.13	(38,456.48)	4,513.31
Other	1,327,873.95	3,421,028.74	4,395.70
<i>Total Current Liabilities</i>	10,037,355,275.18	10,030,759,269.83	4,982,444.31
Provision for CU Losses (Reserves) - NPCU	429,871,862.04	422,997,967.31	323,307,708.04
Provision for CU Losses (Reserves) - CCU	4,976,870,000.00	4,976,870,000.00	0.00
Lease Liabilities	0.00	0.00	267,369.17
TOTAL LIABILITIES ^{1/}	15,444,097,137.22	15,430,627,237.14	328,557,521.52
EQUITY:			
CU Contributed Capital	6,113,581,826.45	6,114,328,848.32	5,658,901,460.99
Retained Earnings	1,837,751,166.84	1,835,931,270.90	1,662,190,050.30
Unrealized Gain/Loss on A-F-S Securities	135,711,580.00	162,236,941.00	0.00
TOTAL EQUITY	8,087,044,573.29	8,112,497,060.22	7,321,091,511.29
TOTAL LIABILITIES & EQUITY	\$23,531,141,710.51	\$23,543,124,297.36	\$7,649,649,032.81

1/ May 2009 - Does not include unreserved contingent liabilities of \$37 thousand in an indemnification expiring in Dec 2010.

2/ Equity ratio defined by FCU Act means the ratio of—(A) the amount of Fund capitalization, including insured credit unions' 1 percent capitalization deposits; and the retained earnings balance of the Fund (net of direct liabilities of the Fund and contingent liabilities for which no provision for losses has been made); to (B) the aggregate amount of the insured shares.

COMPARATIVE ANALYSIS OF BALANCE SHEET RATIOS				
for Period Ending May 31, 2009				
	MAY 09	APR 09	MAY 08	
1. Investments/Total Assets	30.16%	30.24%	96.43%	
2. Total Equity/Insured Shares ^{2/}	1.30%	1.30%	1.29%	
3. Prov. for Losses/CU Capital	88.44%	88.31%	5.71%	
4. Non-Earning/Total Assets	27.28%	27.22%	1.99%	
5. Available Asset Ratio	0.27%	0.28%	1.27%	

NATIONAL CREDIT UNION SHARE INSURANCE FUND
STATEMENT OF REVENUE AND EXPENSE
FOR THE PERIOD ENDING MAY 31, 2009

	MAY 2009	MAY 2009	CY to Date 2009	CY to Date 2009	CY to Date 2008
	Actual	Budget	Actual	Budget	
INCOME:					
Investment Income	\$16,289,888.83	\$16,250,000.00	\$81,846,046.43	\$81,258,000.00	\$124,539,983.37
Accrued Recapitalization & Premium Income	0.00	0.00	6,240,728,724.00	6,240,728,724.00	0.00
Other Income	5,463,930.19	70,000.00	11,733,325.60	350,000.00	589,277.42
TOTAL INCOME	21,753,819.02	16,320,000.00	6,334,308,096.03	6,322,336,724.00	125,129,260.79
EXPENSE:					
Employee Pay	4,274,078.29	4,369,047.03	21,775,368.54	22,267,275.80	19,706,192.66
Employee Benefits	1,204,861.09	1,254,755.27	5,833,021.50	6,386,894.06	5,311,920.84
Employee Travel	817,625.89	938,447.42	3,396,624.07	4,692,237.07	2,956,656.26
Rent/Communications/Utilities	200,745.75	196,764.35	832,882.32	983,821.75	724,389.14
Administrative Costs	195,330.71	505,917.97	2,356,685.08	2,529,589.84	2,134,346.92
Contracted Services	220,862.42	508,605.35	1,497,119.19	2,543,026.73	1,318,967.28
<i>Subtotal NCUA Operating Exp.</i>	<i>6,913,504.15</i>	<i>7,773,537.39</i>	<i>35,691,700.70</i>	<i>39,402,845.25</i>	<i>32,152,473.10</i>
AMAC Expense	0.00	1,000.00	1,273.70	5,000.00	14,596.95
Training Expense	77,967.01	83,335.00	527,751.45	416,675.00	431,857.84
Leasing Expense	0.00	20,850.00	79,727.08	104,250.00	138,893.56
Accrued Insurance Interest Expense	2,938,630.14	0.00	6,540,821.92	0.00	0.00
Other Insurance Expense	3,821.78	25,000.00	388,095.04	125,000.00	11,410.83
<i>Total Operating Exp.</i>	<i>9,933,923.08</i>	<i>7,903,722.39</i>	<i>43,229,369.89</i>	<i>40,053,770.25</i>	<i>32,749,232.28</i>
Loss on Investment - Corporate	0.00	0.00	1,000,000,000.00	1,000,000,000.00	0.00
Insurance Loss Exp. - Natural Person CU	10,000,000.00	20,000,000.00	176,460,374.00	100,000,000.00	106,403,435.60
Insurance Loss Exp. - Corporate CU	0.00	0.00	4,976,870,000.00	4,976,870,000.00	0.00
TOTAL EXPENSE	19,933,923.08	27,903,722.39	6,196,559,743.89	6,116,923,770.25	139,152,667.88
NET INCOME:	\$1,819,895.94	(\$11,583,722.39)	\$137,748,352.14	\$205,412,953.75	(\$14,023,407.09)
Retained Earnings, Beginning of Year			\$1,700,002,814.70		\$1,676,213,457.39
Prior Year Adjustment			0.00		0.00
As Restated			1,700,002,814.70		1,676,213,457.39
Net Income			137,748,352.14		(14,023,407.09)
			1,837,751,166.84		1,662,190,050.30
Dividends			0.00		0.00
Retained Earnings, Year To Date			\$1,837,751,166.84		\$1,662,190,050.30

Comparative Analysis of NCUSIF Ratios for May 31, 2009

INCOME STATEMENT RATIOS	LAST MONTH	THIS MONTH	CURRENT CYTD	PRIOR CYTD
1. Oper. Exp./Total Income	6.09%	45.67%	0.68%	26.17%
2. Ins. Loss Exp./Total Income	95.25%	45.97%	81.36%	85.03%
3. Total Exp./Total Income	101.34%	91.63%	97.83%	111.21%
4. Net Income/Total Income	-1.34%	8.37%	2.17%	-11.21%
5. Ins. Loss Exp./Insured Shares	0.03%	0.00%	0.84%	0.02%

NATIONAL CREDIT UNION SHARE INSURANCE FUND
STATEMENT OF CASH FLOWS
May 31, 2009

CASH FLOWS FROM OPERATING ACTIVITIES:

Income from investments	\$ 92,028,178.92
Other income received	11,733,325.60
Cash paid for operating expenses	(44,064,725.68)
Net cash (paid) received for insurance losses	(21,537,848.20)
Deferred revenue (TCCULGP)	\$18,405,448.96
Net cash provided by operating activities	56,564,379.60

CASH FLOWS FROM INVESTING ACTIVITIES:

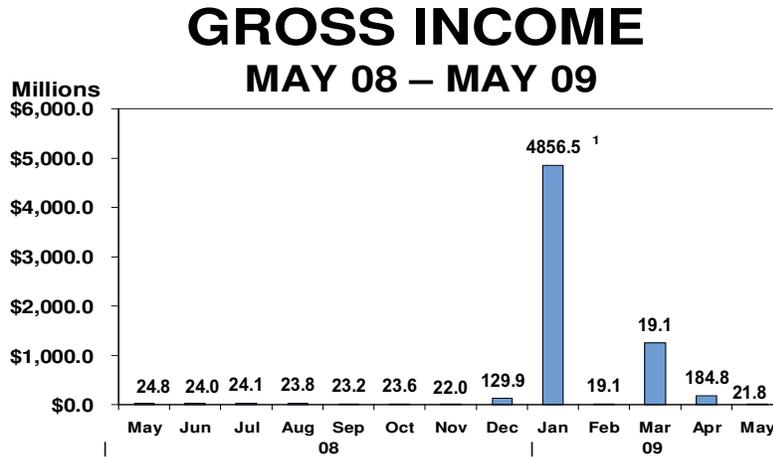
Advances to credit unions (Capital Note and Loans)	(11,000,000,000.00)
Investments, net	805,757,096.00
Collections on note receivable - National Credit Union Administration Operating Fund	2,357,464.64
Net cash provided by (used in) investing activities	(10,191,885,439.36)

CASH FLOWS FROM FINANCING ACTIVITIES:

Contributions (distributions) from insured credit unions Cont Cap acct	135,047,363.85
Dividends to insured credit unions	-
Principal repayments under capital lease obligations	(10,331.89)
Proceeds from CLF borrowing	10,000,000,000.00
Net cash provided by financing activities	10,135,037,031.96

NET INCREASE (DECREASE) IN CASH	(284,027.80)
CASH, BEGINNING OF YEAR	384,733.22
CASH, ENDING MAY 31, 2009	\$ 100,705.42

Figure 1



¹ This was the result of the Board action taken on 1/28/09 to recapitalize the Fund and declare a premium to bring the equity ratio to 1.3 percent.

Figure 2

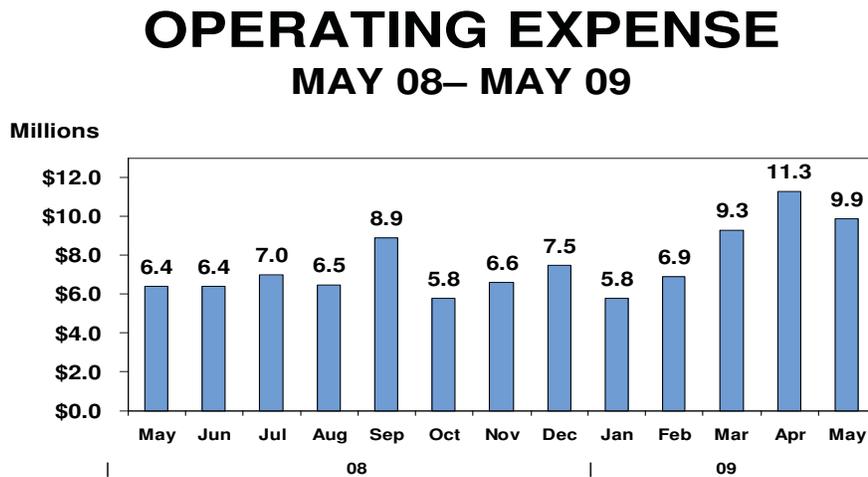
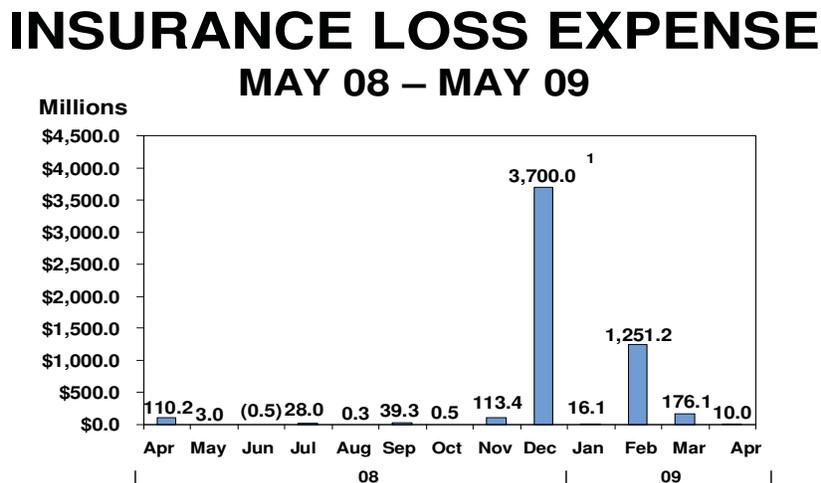


Figure 3



¹ This was the result of the Board action taken on 1/28/09 to guarantee all uninsured shares in the corporate credit union system.

Figure 4

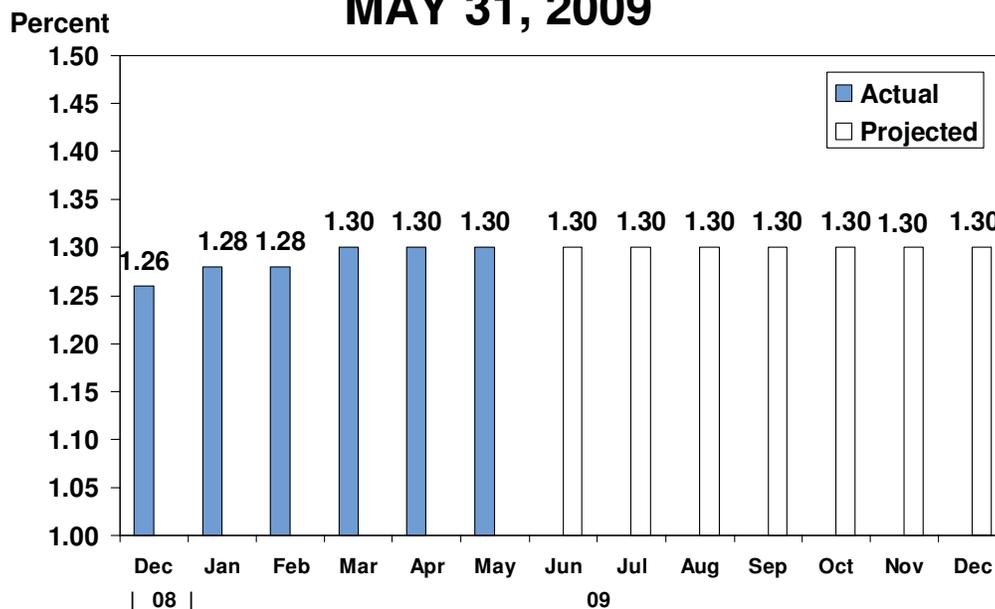
REVENUE AND EXPENSE MAY 31, 2009

(In Millions)

	May		Year-to-Date	
	Actual	Budgeted	Actual	Budgeted
Gross Income:				
Investment Income	16.3	16.3	81.8	81.3
Accrued Recapitalization and Premium Income	0.0	0.0	6,240.7	6,240.7
Other Income	5.5	0.0	11.7	0.4
Less Expenses:				
Operating Expense	10.0	7.9	43.2	40.1
Loss on Investment - Corporate	0.0	0.0	1,000.0	1,000.0
Insurance Loss Expense - Natural Person CU	10.0	20.0	176.4	100.0
Insurance Loss Expense - Corporate CU	0.0	0.0	4,976.9	4,976.9
Net Income (Loss)	1.8	(11.6)	137.7	205.4

Figure 5

NCUSIF EQUITY RATIO MAY 31, 2009



INVESTMENT PORTFOLIO SUMMARY

May 31, 2009

I. INVESTMENT PORTFOLIO BALANCE AND MARKET VALUE					
	Book Value	Market Value	Gain or (Loss)	% Market to Book Value	Weighted Average Yield
Daily Treasury Account	\$568,502,000	\$568,502,000	\$0	100.00%	0.12%
U.S. Treasury Notes	6,393,616,485	6,529,328,125	135,711,640	102.12%	2.98%
TOTAL	\$6,962,118,485	\$7,097,830,125	\$135,711,640	101.95%	2.75%
II. INVESTMENT PORTFOLIO PERFORMANCE					
	Last Month	Current Month	CY To Date	CY09 Projections	
Investment Yield	2.87%	2.75%	2.82%	2.36%	
Investment Income	\$16,235,295	\$16,289,889	\$81,846,046	\$182,000,000	
Income Budgeted (1/1/09)	\$16,125,000	\$16,250,000	\$81,258,000	\$182,000,000	
Income/Budgeted Ratio	101.7%	100.2%	100.7%	100.0%	
Weighted Avg. Maturity in Days	905	875			
III. MONTHLY ACTIVITY					
Purchased	Type	Amount	Maturity	Yield	
TOTAL					
		\$0			
IV. MATURITY SCHEDULE (par value in millions)					
3 months or less	1,218.5				
3 months - 1 year	850.0				
1 year - 2 years	1,000.0				
2 years - 3 years	1,100.0				
3 years - 4 years	1,350.0				
4 years - 5 years	950.0				
5 years - 10 years	250.0				
TOTAL	\$6,718.5				

Figure 6

TREASURY YIELD CURVE

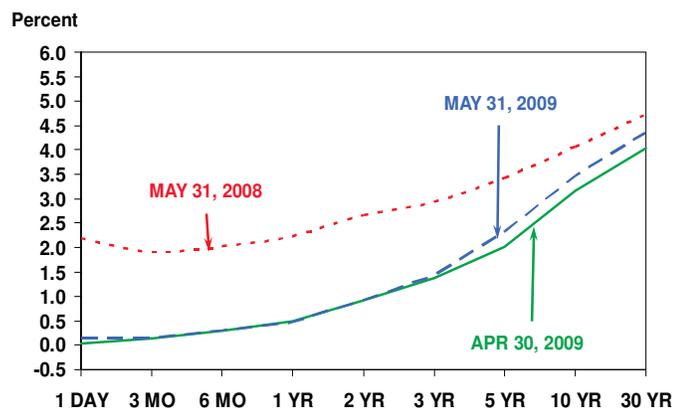
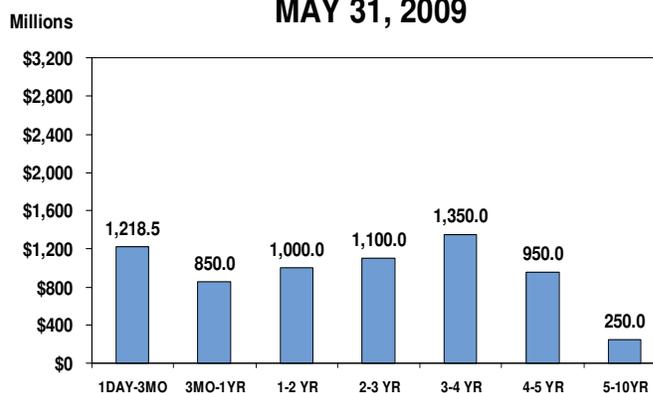


Figure 7

MATURITY SCHEDULE

MAY 31, 2009



MONTH-END YIELD COMPARISONS

May 31, 2009

YIELD COMPARISONS								
	Oct-08	Nov-08	Dec-08	Jan-09	Feb-09	Mar-09	Apr-09	May-09
NCUSIF Yield	3.75%	3.49%	3.52%	2.51%	2.99%	2.98%	2.87%	2.75%
90-day T-Bill	0.46%	0.01%	0.11%	0.24%	0.26%	0.21%	0.14%	0.14%
1-year T-Bill	1.34%	0.90%	0.37%	0.51%	0.72%	0.57%	0.49%	0.47%
2-year T-Note	1.56%	1.00%	0.76%	0.94%	1.00%	0.81%	0.91%	0.92%
30-year T-Note	4.35%	3.45%	2.69%	3.58%	3.71%	3.56%	4.05%	4.34%

Figure 8

**YIELD COMPARISONS
MAY 31, 2009**

