

NATIONAL CREDIT UNION CENTRAL LIQUIDITY FACILITY

**BALANCE SHEET
AS OF AUGUST 31, 2010**

**STATEMENT OF REVENUE AND EXPENSES
FOR PERIOD ENDING AUGUST 31, 2010**

	<u>2010</u>	<u>2009</u>
ASSETS		
Cash	922,727.63	\$16,937.56
Demand Account	0.00	0.00
Accounts Receivable	0.00	0.00
Investments 1,974,050,636.95 (2010 net of \$3,050,637 amortization)		1,831,071,069.86
Loans:		
NCUSIF	10,000,000,000.00	10,000,000,000.00
Regular Member	0.00	0.00
Agent Member	5,000,000.00	28,000,000.00
CU HARP	95,705,077.00	164,016,217.00
CU SIP	0.00	8,217,046,000.00
<i>Total Loans</i>	<u>10,100,705,077.00</u>	<u>18,409,062,217.00</u>
Interest Receivable	13,423,549.75	17,512,830.14
Prepaid Expenses	0.00	0.00
TOTAL ASSETS	<u><u>\$12,089,101,991.33</u></u>	<u><u>\$20,257,663,054.56</u></u>
CURRENT LIABILITIES		
Accounts Payable	\$130,108.09	\$88,308.90
Dividends Payable	997,265.04	2,086,891.59
Interest Payable-LRC*	359.29	528.38
Notes Payable-FFB**	10,100,705,077.00	18,409,062,217.00
Regular Member Deposits-LRC*	314,960.93	320,553.16
Agent Member Deposits	0.00	0.00
Accrued Interest Payable	10,368,108.28	15,939,333.30
Other Accrued Expenses	36,310.05	27,526.46
<i>Total Liabilities</i>	<u>\$10,112,552,188.68</u>	<u>\$18,427,525,358.79</u>
EQUITY		
Capital Stock Regular Members	71,823,726.00	68,176,527.00
Capital Stock Agent Members	1,885,176,307.00	1,750,551,396.00
<i>Total Capital Stock</i>	<u>1,957,000,033.00</u>	<u>1,818,727,923.00</u>
Retained Earnings Prior Year	14,123,778.72	11,409,772.77
Retained Earnings Current Year		
Unappropriatec	0.00	0.00
Appropriated	5,425,990.93	0.00
<i>Total Equity</i>	<u>\$1,976,549,802.65</u>	<u>\$1,830,137,695.77</u>
TOTAL LIABILITIES AND EQUITY	<u><u>\$12,089,101,991.33</u></u>	<u><u>\$20,257,663,054.56</u></u>

	<u>CURRENT MONTH</u>	<u>YEAR TO DATE</u>	<u>PRIOR YEAR TO DATE</u>
INCOME			
Interest on Loans	4,534,225.35	\$39,347,097.93	\$52,615,454.91
Income from Investments	1,176,957.68	9,537,747.23	16,955,604.64
Gain/Loss on Sale of Securities (net)	-	0.00	43,690.00
Other	0.00	0.00	0.00
<i>Total Revenue</i>	<u>\$5,711,183.03</u>	<u>\$48,884,845.16</u>	<u>\$69,614,749.55</u>
EXPENSES			
Personnel Services	\$30,972.75	\$191,506.61	\$125,030.25
Personnel Benefits	7,174.82	46,301.93	29,839.14
Employee Travel	0.00	0.00	0.00
Rent, Communications/Utilities	1,407.92	7,887.84	7,023.00
Printing, Reproduction & Postage	418.00	2,961.00	4,701.00
Supplies and Materials	796.00	6,336.00	2,210.00
Group Agent Service Fees	0.00	0.00	4,230.40
Other Services	9,589.59	48,714.50	35,219.24
<i>Total Operating Expenses</i>	<u>\$50,359.08</u>	<u>\$303,707.88</u>	<u>\$208,253.03</u>
LRC Interest Expense	79.36	1,645.29	6,427.75
FFB Interest Expenses	4,534,225.35	39,347,097.93	52,616,065.30
TOTAL EXPENSES	<u>\$4,584,663.79</u>	<u>\$39,652,451.10</u>	<u>\$52,830,746.08</u>
Reserve for Losses	0.00	0.00	0.00
Net Income Before Dividends	\$1,126,519.24	\$9,232,394.06	\$16,784,003.47
Dividends Accrued	498,632.52	3,806,403.13	16,784,003.47
NET INCOME	<u><u>\$627,886.72</u></u>		
Retained Earnings		<u>\$5,425,990.93</u>	<u>\$0.00</u>

	<u>2010</u>	<u>2009</u>	<u>2008</u>
Dividend Rate First Quarter -	0.30	2.0322	5.0857
Dividend Rate Second Quarter -	0.3	1.3438	2.8547
Dividend Rate Third Quarter -		0.52	2.823
Dividend Rate Fourth Quarter -		0.30	2.8738

*******SELECTED RATIOS*******

BALANCE SHEET	<u>8/31/2010</u>	<u>8/31/2009</u>	OPERATIONS	<u>Current Month</u>	<u>Year to Date</u>	<u>Prior Year-to-Date</u>
Stock & Retained Earnings/Total Assets	16.35%	9.03%	Total Operating Expenses/Total Revenue	0.88%	0.62%	0.30%
Loans/Total Assets	83.55%	90.87%	Net Income(before Divs)/Total Revenue	19.72%	18.89%	24.11%
Loans/Stock & Retained Earnings	511.03%	1005.88%	Loan/Total Revenue	79.39%	80.49%	75.58%
Total Liabilities/Stock & Retained Earnings	511.63%	1006.89%				

*LRC=Liquidity Reserve and Clearing **FFB=Federal Financing Bank

***Required (\$50 par value; authorized: 78,280,001 shares; issued and outstanding: 39,140,000 shares)

/s/

J. Owen Cole, Jr., President