

CENTRAL LIQUIDITY FACILITY (CLF)



PRELIMINARY & UNAUDITED FINANCIAL HIGHLIGHTS

August 31, 2019


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CLF PRESIDENT

**NATIONAL CREDIT UNION ADMINISTRATION
CENTRAL LIQUIDITY FACILITY**

MANAGEMENT OVERVIEW

August 31, 2019

Balance Sheet

Assets: Interest receivable consists of investments in U.S. Treasury securities.

Current Liabilities: Dividend & Interest expenses for the month were \$425 thousand in August 2019.

Other Liabilities: Other liabilities include pending redemption of \$2,720 thousand that was reclassified from capital stock.

Equity: As of August 31, 2019, year to date net income of \$906 thousand has been reserved for retained earnings.

Statements of Revenues, Expenses, and Changes in Fund Balance

Investment Income: Investment earnings for the month totaled \$553 thousand or current month's average yield of 1.98%. This is slightly lower than prior month's average yield.

Expense: Operating expenses for the month were \$41 thousand.

Net Income: Net income before dividends was \$513 thousand for the month which is similar to prior month.

Borrowing Authority, Investment Activity, Membership and Loans

Borrowing Authority: As of August 31, 2019 and August 31, 2018, CLF's statutory borrowing authority were \$7.3 billion and \$7.0 billion, respectively.

Investment Purchases: \$14,300,000.

Maturities of Treasury Notes: \$9,000,000.

Outstanding Investments (Treasury securities listed at carrying amount): U.S. Treasury Notes \$317,629,838 and U.S. Treasury Cash \$5,594,074.

Regular Membership: 275.

Loans: \$0, Borrowing Activity: \$0.

NATIONAL CREDIT UNION ADMINISTRATION CENTRAL LIQUIDITY FACILITY

BALANCE SHEETS

As of August 31, 2019 and 2018

(Dollars in thousands)

	<u>August 2019</u>	<u>August 2018</u>
ASSETS		
Cash and Cash Equivalents	\$ 6,594	\$ 12,369
Investments, Net U.S. Treasury Securities	323,224	297,815
Accrued Interest Receivable - Investments	<u>1,222</u>	<u>1,064</u>
TOTAL ASSETS	<u>\$ 331,040</u>	<u>\$ 311,247</u>
LIABILITIES		
Accounts Payable	\$ 131	\$ 111
Dividends & Interest Payable	850	560
Regular Member Deposits - Liquidity Reserve	4,529	3,003
Other Liabilities	<u>2,720</u>	<u>767</u>
TOTAL LIABILITIES	<u>8,230</u>	<u>4,441</u>
MEMBERS' EQUITY		
Capital Stock Regular Members	287,973	273,324
Retained Earnings Prior Year	33,932	32,637
Retained Earnings Current Year	<u>906</u>	<u>845</u>
TOTAL MEMBERS' EQUITY	<u>322,811</u>	<u>306,806</u>
TOTAL LIABILITIES AND EQUITY	<u>\$ 331,040</u>	<u>\$ 311,247</u>

The balances in the statement above are preliminary and unaudited

NATIONAL CREDIT UNION ADMINISTRATION CENTRAL LIQUIDITY FACILITY
STATEMENTS OF OPERATIONS
For the Periods Ended August 31, 2019 and 2018
(Dollars in thousands)

	<u>August 2019</u>	<u>Year-to-Date August 2019</u>	<u>Year-to-Date August 2018</u>
REVENUES			
Investment Income	\$ 553	\$ 4,208	\$ 3,306
Other Income	<u>-</u>	<u>3</u>	<u>-</u>
Total Revenues	<u>553</u>	<u>4,210</u>	<u>3,306</u>
EXPENSES			
Employee wages and benefits, net	29	253	339
Rent, communications, and utilities	2	19	16
Other	<u>10</u>	<u>70</u>	<u>71</u>
Total Operating Expenses	<u>41</u>	<u>342</u>	<u>426</u>
NET INCOME BEFORE DIVIDENDS & INTERESTS	<u>513</u>	<u>3,868</u>	<u>2,880</u>
Dividends & Interests	<u>425</u>	<u>2,962</u>	<u>2,035</u>
NET INCOME	<u>\$ 89</u>	<u>\$ 906</u>	<u>\$ 845</u>

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NATIONAL CREDIT UNION ADMINISTRATION CENTRAL LIQUIDITY FACILITY

DIVIDENDS, RATIOS AND SHARES OUTSTANDING

DIVIDEND RATES:	<u>2019</u>	<u>2018</u>	<u>2017</u>
Dividend Rate First Quarter	1.50%	1.00%	0.75%
Dividend Rate Second Quarter	1.50%	1.25%	0.75%
Dividend Rate Third Quarter		1.25%	1.00%
Dividend Rate Fourth Quarter		1.50%	1.00%

SELECTED RATIOS:	<u>8/31/2019</u>	<u>8/31/2018</u>
Stock & Retained Earnings/Total Assets	97.50%	98.56%
Loans/Total Assets	0.00%	0.00%
Loans/Stock & Retained Earnings	0.00%	0.00%
Total Liabilities/Stock & Retained Earnings	2.55%	1.45%

OPERATIONS:	<u>8/31/2019</u>	<u>8/31/2019</u>	<u>8/31/2018</u>
	<u>Month</u>	<u>YTD</u>	<u>YTD</u>
Total Operating Expenses/Total Revenue	7.13%	8.03%	12.45%
Net Income(before Divds)/Total Revenue	91.97%	90.90%	87.12%
Loan/Total Revenue	0.00%	0.00%	0.00%

CAPITAL STOCK:

Required (\$50 par value; authorized: 11,518,902 shares; issued and outstanding: 5,759,451 shares)