

NATIONAL CREDIT UNION SHARE INSURANCE FUND



**PRELIMINARY & UNAUDITED
FINANCIAL HIGHLIGHTS
June 30, 2020**

A handwritten signature in black ink, appearing to read 'Eugene H. Schied', is positioned above the printed name.

**EUGENE H. SCHIED
CHIEF FINANCIAL OFFICER**

**NATIONAL CREDIT UNION ADMINISTRATION
SHARE INSURANCE FUND
MANAGEMENT OVERVIEW
June 30, 2020**

Balance Sheets

Receivables from Asset Management Estates Net is \$149.9 million; \$8.3 million is for natural person credit unions, and \$141.6 million is for corporate credit unions.

Insurance and Guarantee Program Liabilities related to Reserves are \$184.0 million; \$20.5 million is for specific reserves for natural person credit unions, and \$163.5 million is for general reserves. There are no Corporate System Resolution Program related Insurance and Guarantee Program Liabilities as of June 30, 2020.

Statements of Net Cost

For the month ended June 30, 2020, the fund had a net loss of \$0.6 million. The fund recognized gross revenues of \$23.4 million and total operating expenses of \$16.9 million. The fund recognized an insurance loss expense of \$7.1 million during the month of June 2020.

**NATIONAL CREDIT UNION ADMINISTRATION
SHARE INSURANCE FUND
BALANCE SHEETS
(Dollars in thousands)**

	June 2020	June 2019
ASSETS		
INTRAGOVERNMENTAL		
Fund Balance with Treasury	\$ 9,388	\$ 59,200
Investments, Net - U.S. Treasury Securities	17,434,817	15,319,148
Accrued Interest Receivable - Investments	77,931	62,968
Accounts Receivable - Due from the NCUA Operating Fund	76	-
Note Receivable - Note due from the NCUA Operating Fund	4,358	5,699
Total Intragovernmental Assets	17,526,570	15,447,015
PUBLIC		
Accounts Receivable - Due from Insured Credit Unions, Net	23	4
Accounts Receivable - Guarantee Fee on NGNs, Net	587	831
General Property, Plant, and Equipment, Net	83	142
Advances and Prepayments	949	1,032
Receivables from Asset Management Estates (AMEs), Net*	149,920	649,322
Total Public Assets	151,562	651,331
TOTAL ASSETS	\$ 17,678,132	\$ 16,098,346
LIABILITIES		
INTRAGOVERNMENTAL		
Accounts Payable - Due to the NCUA Operating Fund	\$ 181	\$ 3,072
Total Intragovernmental Liabilities	181	3,072
PUBLIC		
Accounts Payable	4,335	627
Insurance and Guarantee Program Liabilities*	183,994	111,921
Other Liabilities	311	600
Total Public Liabilities	188,640	113,148
TOTAL LIABILITIES	188,821	116,220
Commitments and Contingencies		
NET POSITION		
Contributed Capital	12,259,330	11,412,330
Cumulative Result of Operations	5,229,981	4,569,796
Total Net Position	17,489,311	15,982,126
TOTAL LIABILITIES AND NET POSITION	\$ 17,678,132	\$ 16,098,346

* Receivable from AMEs, Net and Insurance and Guarantee Program Liabilities lines are generally updated quarterly.

The balances in the statement above are preliminary and unaudited.

**NATIONAL CREDIT UNION ADMINISTRATION
SHARE INSURANCE FUND
STATEMENTS OF NET COST
(Dollars in thousands)**

	<u>June 2020</u>	<u>June 2020 YTD</u>	<u>June 2019 YTD</u>
GROSS COSTS			
Operating Expenses*	\$ 16,909	\$ 94,086	\$ 95,343
Provision for Insurance Losses			
Reserve Expense (Reduction)	(6,390)	54,486	34,292
AME Receivable Bad Debt Expense	13,455	(20,000)	(63,368)
Total Provision for Insurance Losses	<u>7,065</u>	<u>34,486</u>	<u>(29,076)</u>
Other Losses	-	63	-
Total Gross Costs	<u>23,974</u>	<u>128,635</u>	<u>66,267</u>
LESS EXCHANGE REVENUES			
Interest Revenue on Note Receivable from the NCUA			
Operating Fund	(6)	(41)	(60)
Guarantee Fee Revenue - NGNs	(728)	(4,606)	(7,143)
Other Revenue	(128)	(505)	(319)
Total Exchange Revenues	<u>(862)</u>	<u>(5,152)</u>	<u>(7,522)</u>
TOTAL NET COST/(INCOME) OF OPERATIONS	<u>\$ 23,112</u>	<u>\$ 123,483</u>	<u>\$ 58,745</u>
LESS NON-EXCHANGE REVENUES			
Interest Revenue - Investments	(22,475)	(143,940)	(153,950)
Total Non-Exchange Revenues	<u>(22,475)</u>	<u>(143,940)</u>	<u>(153,950)</u>
TOTAL NET COST/(INCOME) INCLUDING NON-EXCHANGE REVENUES	<u>\$ 637</u>	<u>\$ (20,457)</u>	<u>\$ (95,205)</u>

*Share Insurance Fund operating expenses are an allocation of total NCUA operating expenses, as determined by the overhead transfer rate set by the Board of 61.3% and 60.5% for 2020 and 2019, respectively.

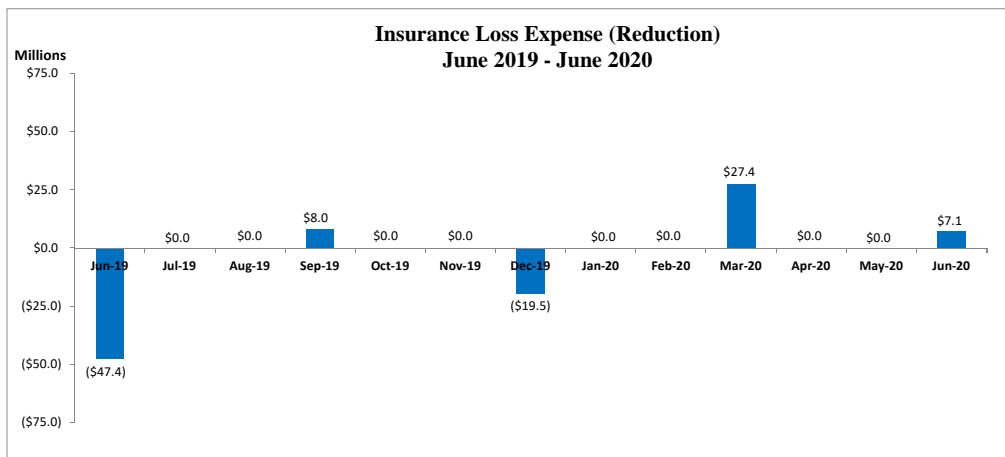
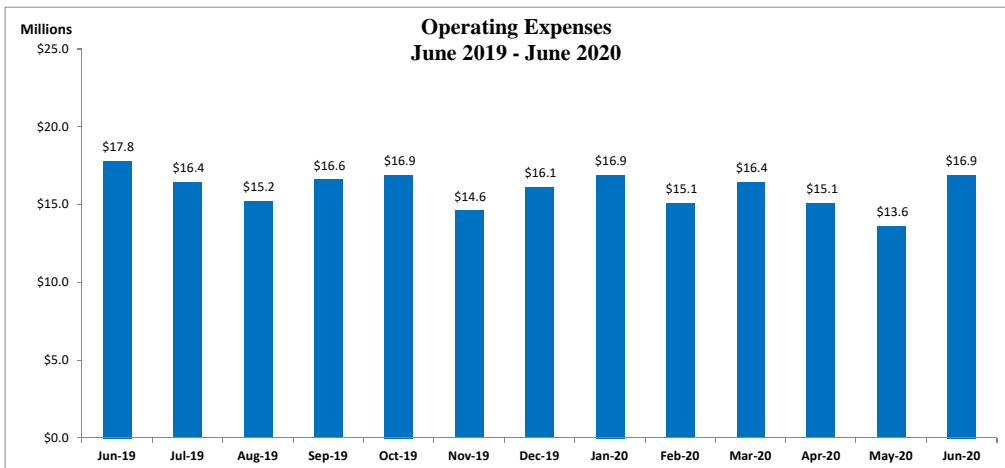
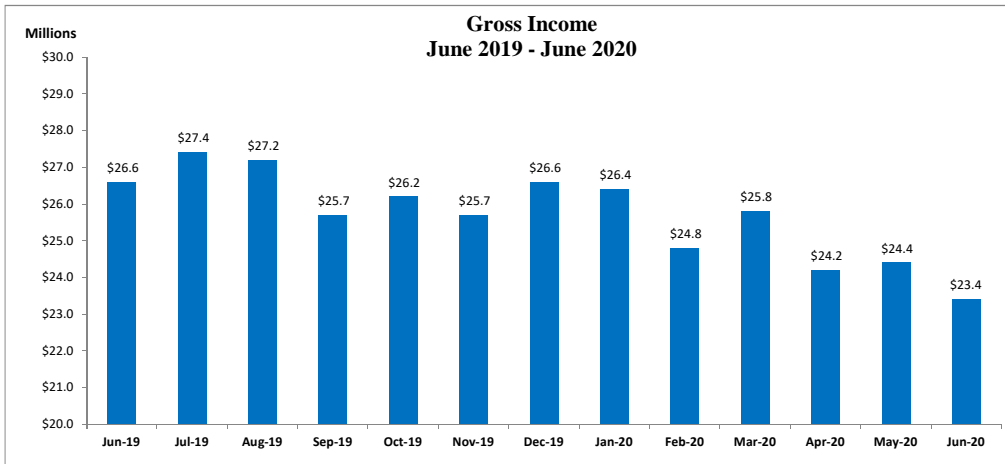
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**NATIONAL CREDIT UNION ADMINISTRATION
SHARE INSURANCE FUND
STATEMENTS OF CHANGES IN NET POSITION
(Dollars in thousands)**

	<u>June 2020</u>	<u>June 2019</u>
CUMULATIVE RESULTS OF OPERATIONS		
Beginning Balances	\$ 4,632,574	\$ 4,394,392
BUDGETARY FINANCING SOURCES		
Non-Exchange Revenue		
Interest Revenue - Investments	143,940	153,950
Distribution to Credit Unions	-	(160,099)
Total Budgetary Financing Sources	<u>143,940</u>	<u>(6,149)</u>
OTHER FINANCING SOURCES		
Non-Exchange Revenue		
Net Unrealized Gain/(Loss) - Investments	576,950	240,298
Total Other Financing Sources	<u>576,950</u>	<u>240,298</u>
Total Financing Sources	<u>720,890</u>	<u>234,149</u>
Net Income /(Cost) of Operations	(123,483)	(58,745)
Net Change	597,407	175,404
CUMULATIVE RESULTS OF OPERATIONS	<u>5,229,981</u>	<u>4,569,796</u>
CONTRIBUTED CAPITAL		
Beginning Balances	11,967,387	11,327,234
Change in Contributed Capital	291,943	85,096
CONTRIBUTED CAPITAL	<u>12,259,330</u>	<u>11,412,330</u>
NET POSITION	<u>\$ 17,489,311</u>	<u>\$ 15,982,126</u>
NET POSITION BREAKDOWN		
Credit Union Contributed Capital	12,259,330	11,412,330
Retained Earnings	4,608,682	4,513,763
Total Net Position Without Unrealized Gain/ (Loss)	<u>16,868,012</u>	<u>15,926,093</u>
Unrealized Gain/ (Loss) - Investments	621,299	56,033
NET POSITION	<u>\$ 17,489,311</u>	<u>\$ 15,982,126</u>

The balances in the statement above are preliminary and unaudited.

**NATIONAL CREDIT UNION ADMINISTRATION
 SHARE INSURANCE FUND
 STATISTICAL INFORMATION
 June 30, 2020**



The information provided in the supporting statement above is preliminary and unaudited.

INVESTMENT PORTFOLIO SUMMARY

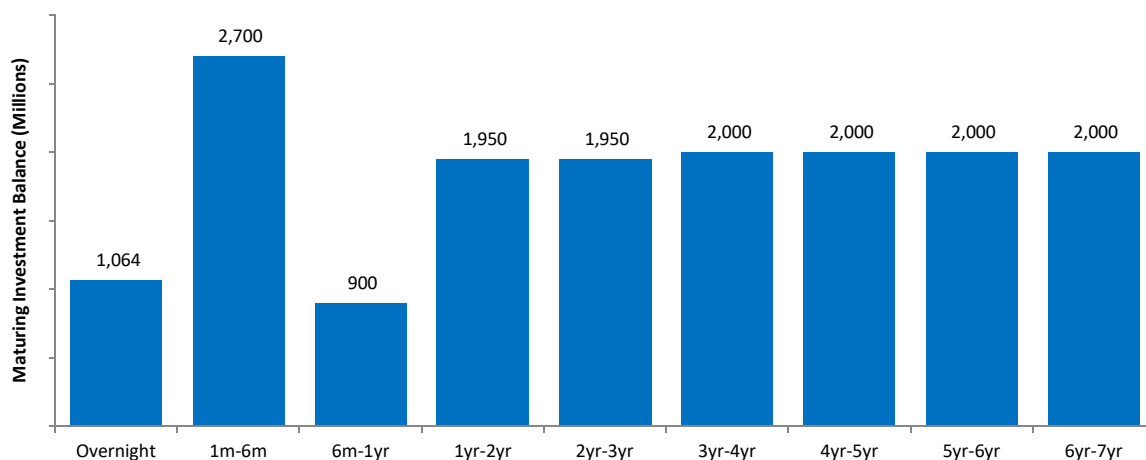
June 30, 2020

I. INVESTMENT PORTFOLIO BALANCE AND MARKET VALUE (In Dollars)						
	Book Value	Market Value	Unrealized Gain or (Loss)	% Market to Book Value	Weighted Average Yield	
Daily Treasury Account	\$ 1,063,973,000	\$ 1,063,973,000	\$ -	100.00%	0.11%	
U.S. Treasury Notes	15,749,544,718	16,370,843,750	621,299,032	103.94%	1.73%	
Total	\$ 16,813,517,718	\$ 17,434,816,750	\$ 621,299,032	103.70%	1.63%	

II. INVESTMENT PORTFOLIO SUMMARY			
	Last Month	Current Month	CY To Date
Investment Yield	1.63%	1.63%	1.74%
Investment Income	\$ 23,699,174	\$ 22,474,589	\$ 143,939,511
Weighted Avg. Maturity in Days	1,118	1,089	

III. MONTHLY ACTIVITY				
Purchased	Type	Amount	Maturity	Yield
TOTAL		\$	-	

IV. MATURITY SCHEDULE (par value in millions)	
TOTAL	\$ 16,564



The information provided in the portfolio summary above is preliminary and unaudited.