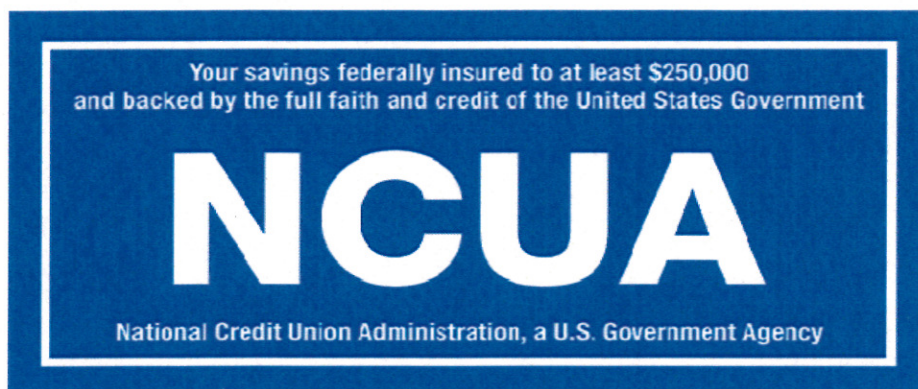


NATIONAL CREDIT UNION SHARE INSURANCE FUND



PRELIMINARY AND UNAUDITED FINANCIAL HIGHLIGHTS February 29, 2012

Mary Ann Woodson

**MARY ANN WOODSON
CHIEF FINANCIAL OFFICER**

NCUSIF FINANCIAL HIGHLIGHTS

February 29, 2012

Balance Sheet:

Other - Insurance and Guarantee Program Liabilities (Reserves) : \$609.3 million includes \$19.0 million in reserves for specific and \$590.3 million in reserves for non-specific natural person credit unions.

Statement of Net Cost:

The NCUSIF incurred insurance loss expense of \$3.9 million for the month of February 2012.

NATIONAL CREDIT UNION SHARE INSURANCE FUND

PRELIMINARY AND UNAUDITED BALANCE SHEET
As of February 29, 2012

	February 2012	January 2012	February 2011
ASSETS			
INTRAGOVERNMENTAL			
Fund Balance with Treasury	\$ 527,031	\$ 573,477	\$ 505,733
Investments, Net U.S. Treasury Securities	11,392,221,580	11,416,482,874	10,806,642,250
Accounts Receivable - Note due from the National Credit Union Administration Operating Fund	15,532,527	15,644,272	16,873,464
Accounts Receivable Other	1,406,125	2,607,660	1,134,956
Accrued Interest Receivable, Investments	63,380,357	87,158,572	68,790,068
Total Intragovernmental Assets	<u>11,473,067,620</u>	<u>11,522,466,855</u>	<u>10,893,946,471</u>
PUBLIC			
Accounts Receivable - Capitalization Deposits from Insured Credit Unions, Net	-	26	-
Accounts Receivable - Premium Assessments from Insured Credit Unions, Net	-	-	174,331
General Property, Plant, and Equipment, Net	15,000	16,666	35,000
Capital Note Receivable, Net	70,000,000	70,000,000	-
Accrued Interest Receivable - Capital Note	347,738	251,032	-
Other - Receivable from Asset Management Estates, Net	113,880,320	113,880,715	162,758,640
Total Public Assets	<u>184,243,058</u>	<u>184,148,439</u>	<u>162,967,971</u>
TOTAL ASSETS	<u>\$ 11,657,310,678</u>	<u>\$ 11,706,615,294</u>	<u>\$ 11,056,914,442</u>
LIABILITIES			
INTRAGOVERNMENTAL			
Other - Distribution Payable to the Temporary Corporate Credit Union Stabilization Fund	\$ 278,641,465	\$ 278,641,465	\$ -
Total Intragovernmental Liabilities	<u>278,641,465</u>	<u>278,641,465</u>	<u>-</u>
PUBLIC			
Accounts Payable	181,339	10,373	126,652
Other - Insurance and Guarantee Program Liabilities (Reserves)	609,338,826	605,406,766	1,225,800,241
Total Public Liabilities	<u>609,520,165</u>	<u>605,417,139</u>	<u>1,225,926,893</u>
TOTAL LIABILITIES	<u>888,161,630</u>	<u>884,058,604</u>	<u>1,225,926,893</u>
NET POSITION			
Contributed Capital	7,803,414,968	7,804,488,342	7,485,105,651
Cumulative Result of Operations	2,965,734,080	3,018,068,348	2,345,881,898
Total Net Position	<u>10,769,149,048</u>	<u>10,822,556,690</u>	<u>9,830,987,549</u>
TOTAL LIABILITIES AND NET POSITION	<u>\$ 11,657,310,678</u>	<u>\$ 11,706,615,294</u>	<u>\$ 11,056,914,442</u>

NATIONAL CREDIT UNION SHARE INSURANCE FUND
 NCUSIF PRELIMINARY AND UNAUDITED STATEMENTS OF NET COST
 For the Period Ending February 29, 2012

	February 2012	CY to Date 2012	CY to Date February 2011
GROSS COSTS			
OPERATING EXPENSES			
Employee Pay	\$ 5,963,608	\$ 12,408,496	\$ 10,728,592
Employee Benefits	1,864,500	3,813,769	3,218,097
Travel	1,277,977	1,503,340	1,459,601
Rent, Communications, and Utilities	218,274	373,726	317,134
Administrative Costs	551,326	823,691	1,218,066
Contracted Services	813,138	1,065,667	599,741
Training Expense	13,655	45,990	109,815
Leasing Expense	1,667	3,334	3,333
Other Insurance Expense	1,721	6,104	204,810
Total Operating Costs	10,705,866	20,044,117	17,859,189
INSURANCE LOSS EXPENSE	3,932,061	3,932,061	-
Total Gross Costs	14,637,927	23,976,178	17,859,189
LESS EXCHANGE REVENUES			
Interest Revenue on Note Receivable due from the National Credit Union Administration Operating Fund	(24,737)	(51,371)	(58,571)
Interest Revenue - Other	(96,705)	(198,281)	-
Other Revenue	(527,184)	(527,184)	-
Insurance and Guarantee Premium Revenue	(68)	(68)	-
Total Exchange Revenue	(648,694)	(776,904)	(58,571)
TOTAL NET COST/(INCOME) OF OPERATIONS	13,989,233	23,199,274	17,800,618
LESS NON-EXCHANGE REVENUES			
Investment Income	(17,138,129)	(35,794,907)	(37,161,293)
Total Non-Exchange Revenues	(17,138,129)	(35,794,907)	(37,161,293)
TOTAL NET COST/(INCOME) INCLUDING NON-EXCHANGE REVENUES	\$ (3,148,896)	\$ (12,595,633)	\$ (19,360,675)

NATIONAL CREDIT UNION SHARE INSURANCE FUND

NCUSIF PRELIMINARY AND UNAUDITED STATEMENTS OF NET POSITION
February 29, 2012

	February 2012	January 2012	February 2011
NET POSITION BREAKDOWN			
CU Contributed Capital	\$ 7,803,414,968	\$ 7,804,488,342	\$ 7,485,105,652
Retained Earnings	<u>2,545,555,857</u>	<u>2,542,406,961</u>	<u>2,187,687,907</u>
Total Net Position without Unrealized Gain/Loss	<u>10,348,970,825</u>	<u>10,346,895,303</u>	<u>9,672,793,559</u>
Unrealized Gain/(Loss) - Investments	<u>420,178,223</u>	<u>475,661,387</u>	<u>158,193,990</u>
NET POSITION	<u>\$ 10,769,149,048</u>	<u>\$ 10,822,556,690</u>	<u>\$ 9,830,987,549</u>

Comparative Analysis of NCUSIF Ratios for February 29, 2012

	February 2012	January 2012	February 2011
Investments/Total Assets	97.73%	97.52%	97.52%
Total Equity/Insured Shares (1)	1.30%	1.30%	1.28%
Available Assets Ratio	1.32%	1.32%	1.34%
Ins. Loss Exp./Insured Shares	0.00%	0.00%	0.00%

Actual Insured Shares as of December 31, 2011	795,287,721,573
Actual Insured Shares as of December 31, 2010	757,921,704,390

(1) The February 2012 and January 2012 Equity Ratio is based on an actual insured share level of \$795 billion as of December 31, 2011. The February 2011 Equity Ratio is based on an actual insured share level of \$758 billion as of December 31, 2010.

Figure 1



Figure 2

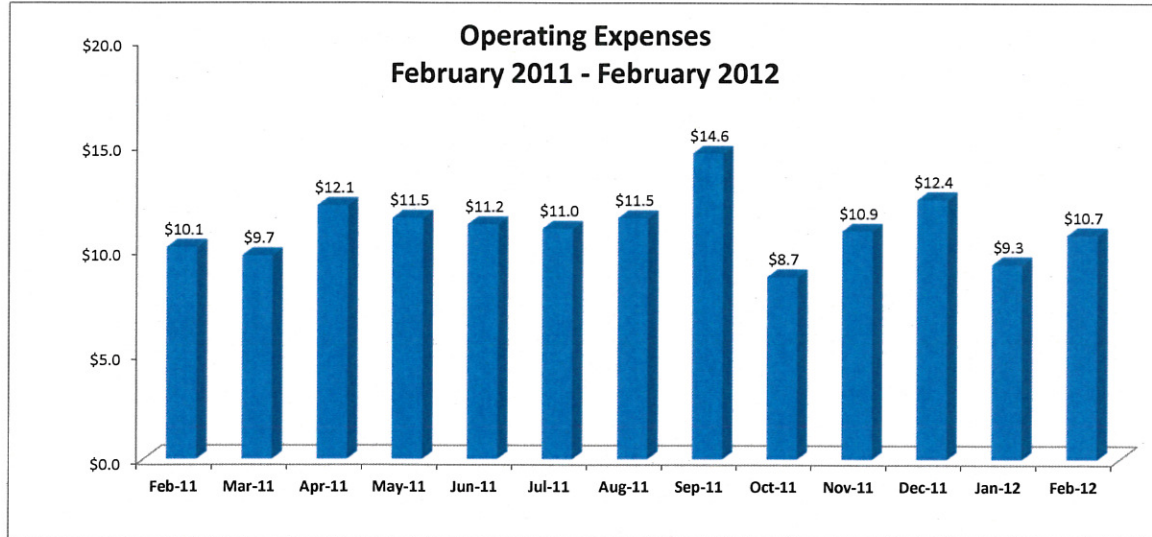
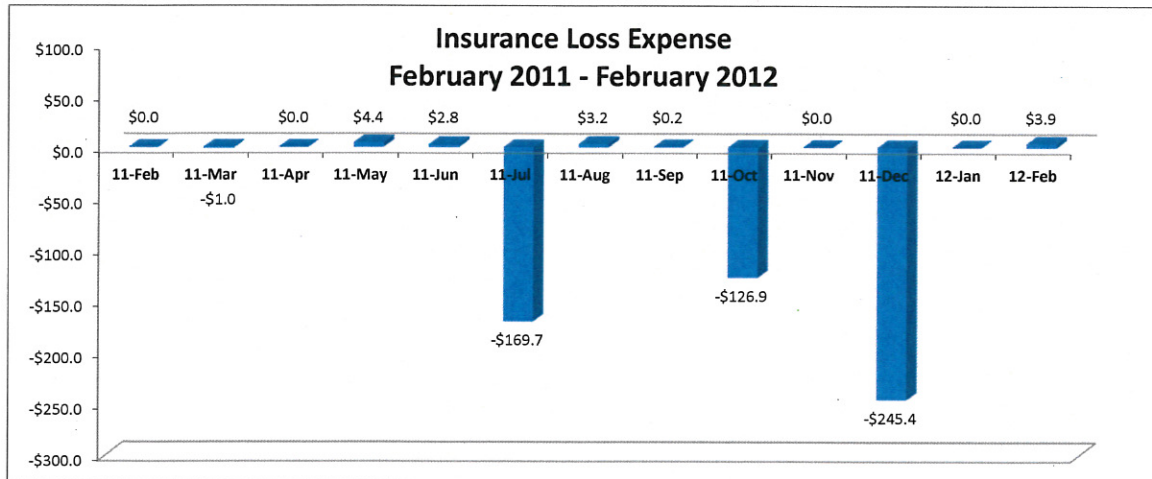


Figure 3



INVESTMENT PORTFOLIO SUMMARY
February 29, 2012

I. INVESTMENT PORTFOLIO BALANCE AND MARKET VALUE						
	Book Value	Market Value	Gain or (Loss)	% Market to Book Value	Weighted Average Yield	
Daily Treasury Account	\$ 752,487,000	\$ 752,487,000	\$ -	100.00%	0.06%	
U.S. Treasury Notes	\$ 10,219,556,358	\$ 10,639,734,580	\$ 420,178,223	104.11%	2.09%	
Total	\$ 10,972,043,358	\$ 11,392,221,580	\$ 420,178,223	103.83%	1.97%	
II. INVESTMENT PORTFOLIO SUMMARY						
	Last Month	Current Month	CY To Date			
Investment Yield	2.01%	1.97%	1.99%			
Investment Income	\$ 18,656,778	\$ 17,138,129	\$ 37,161,293			
Weighted Avg. Maturity in Days	1,095	1,072				
III. MONTHLY ACTIVITY						
Purchased	Type	Amount	Maturity	Yield		
2/27/2012	T-Note	\$50,000,000	1/31/2017	0.83%		
TOTAL		\$	-			
IV. MATURITY SCHEDULE (par value in millions)						
Overnight	\$	752				
1 month - 6 months		750				
6 months - 1 year		1,000				
1 year - 2 years		1,600				
2 years - 3 years		1,620				
3 years - 4 years		1,900				
4 years - 5 years		1,950				
5 years - 10 years		1,150				
TOTAL	\$	10,722				