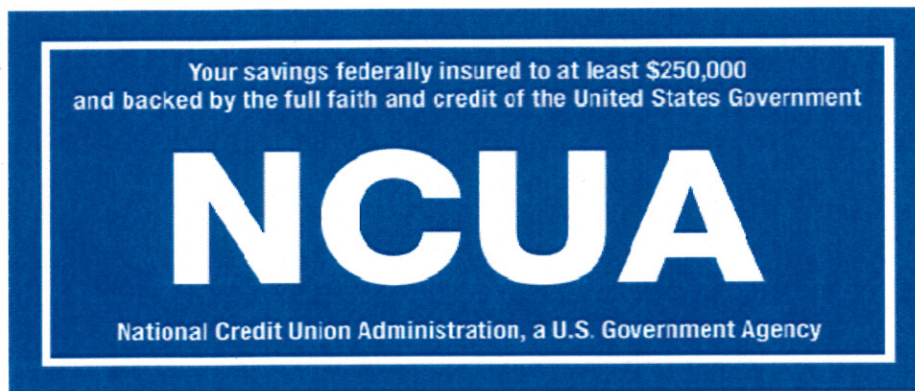


NATIONAL CREDIT UNION SHARE INSURANCE FUND



PRELIMINARY AND UNAUDITED FINANCIAL HIGHLIGHTS

May 31, 2012

Mary Ann Woodson

MARY ANN WOODSON
CHIEF FINANCIAL OFFICER

NCUSIF FINANCIAL HIGHLIGHTS

May 31, 2012

Balance Sheet:

Other - Insurance and Guarantee Program Liabilities (Reserves) : \$642.8 million includes \$162.3 million in reserves for specific and \$480.5 million in reserves for non-specific natural person credit unions.

Statement of Net Cost:

The NCUSIF recognized insurance loss expense of \$33.5 million for the month of May 2012.

NATIONAL CREDIT UNION SHARE INSURANCE FUND

PRELIMINARY AND UNAUDITED BALANCE SHEET

As of May 31, 2012
(Dollars in thousands)

	May 2012	April 2012	May 2011
ASSETS			
INTRAGOVERNMENTAL			
Fund Balance with Treasury	\$ 618	\$ 43	\$ 52,101
Investments, Net U.S. Treasury Securities	11,327,518	11,273,203	10,983,065
Accounts Receivable - Note due from the National Credit Union Administration Operating Fund	15,197	15,309	16,538
Accounts Receivable, Other	550	1,189	-
Accrued Interest Receivable, Investments	53,753	69,012	59,342
Total Intragovernmental Assets	<u>11,397,636</u>	<u>11,358,756</u>	<u>11,111,046</u>
PUBLIC			
Accounts Receivable - Capitalization Deposits from Insured Credit Unions, Net	222	1,149	812
Accounts Receivable - Premium Assessments from Insured Credit Unions, Net	-	-	13
General Property, Plant, and Equipment, Net	10	12	30
Capital Note Receivable, Net	70,000	70,000	-
Accrued Interest Receivable - Capital Note	650	547	-
Other - Receivable from Asset Management Estates, Net	108,489	111,747	133,532
Total Public Assets	<u>179,371</u>	<u>183,455</u>	<u>134,387</u>
TOTAL ASSETS	<u>\$ 11,577,007</u>	<u>\$ 11,542,211</u>	<u>\$ 11,245,433</u>
LIABILITIES			
INTRAGOVERNMENTAL			
Accounts Payable - Due to the Temporary Corporate Credit Union Stabilization Fund	\$ 8	\$ 1,023	\$ -
Accounts Payable - Due to the National Credit Union Administration Operating Fund	267	-	-
Total Intragovernmental Liabilities	<u>275</u>	<u>1,023</u>	<u>-</u>
PUBLIC			
Accounts Payable	12	6	1,154
Accounts Payable - Capitalization Deposit Refunds	7	132	-
Other - Insurance and Guarantee Program Liabilities (Reserves)	642,834	609,339	1,163,647
Total Public Liabilities	<u>642,853</u>	<u>609,477</u>	<u>1,164,801</u>
TOTAL LIABILITIES	<u>643,128</u>	<u>610,500</u>	<u>1,164,801</u>
NET POSITION			
Contributed Capital	7,952,610	7,953,434	7,579,181
Cumulative Result of Operations	2,981,269	2,978,277	2,501,451
Total Net Position	<u>10,933,879</u>	<u>10,931,711</u>	<u>10,080,632</u>
TOTAL LIABILITIES AND NET POSITION	<u>\$ 11,577,007</u>	<u>\$ 11,542,211</u>	<u>\$ 11,245,433</u>

NATIONAL CREDIT UNION SHARE INSURANCE FUND

PRELIMINARY AND UNAUDITED STATEMENTS OF NET COST

For the Period Ending May 31, 2012

(Dollars in thousands)

	<u>May 2012</u>	<u>CY to Date 2012</u>	<u>CY to Date May 2011</u>
GROSS COSTS			
OPERATING EXPENSES			
Employee Pay	\$ 6,259	\$ 30,942	\$ 29,997
Employee Benefits	1,928	9,671	8,554
Travel	1,972	5,928	5,407
Rent, Communications, and Utilities	310	1,248	928
Administrative Costs	734	3,034	3,358
Contracted Services	441	3,555	3,308
AMAC Expense	-	-	393
Training Expense	229	327	445
Leasing Expense	38	45	8
Other Insurance Expense	7	23	133
Total Operating Costs	<u>11,918</u>	<u>54,773</u>	<u>52,530</u>
INSURANCE LOSS EXPENSE	<u>33,546</u>	<u>37,478</u>	<u>3,337</u>
Total Gross Costs	<u>45,464</u>	<u>92,251</u>	<u>55,867</u>
LESS EXCHANGE REVENUES			
Interest Revenue on Note Receivable due from the National Credit Union Administration Operating Fund	(25)	(127)	-
Interest Revenue - Other	(102)	(501)	-
Other Revenue	(196)	(1,175)	(153)
Insurance and Guarantee Premium Revenue	-	-	8
Total Exchange Revenue	<u>(323)</u>	<u>(1,803)</u>	<u>(145)</u>
TOTAL NET COST/(INCOME) OF OPERATIONS	<u>45,141</u>	<u>90,448</u>	<u>55,722</u>
LESS NON-EXCHANGE REVENUES			
Investment Income	<u>(17,842)</u>	<u>(88,892)</u>	<u>(95,248)</u>
Total Non-Exchange Revenues	<u>(17,842)</u>	<u>(88,892)</u>	<u>(95,248)</u>
TOTAL NET COST/(INCOME) INCLUDING NON-EXCHANGE REVENUES	<u>\$ 27,299</u>	<u>\$ 1,556</u>	<u>\$ (39,526)</u>

NATIONAL CREDIT UNION SHARE INSURANCE FUND
PRELIMINARY AND UNAUDITED STATEMENTS OF NET POSITION
May 31, 2012
(Dollars in thousands)

	May 2012	April 2012	May 2011
NET POSITION BREAKDOWN			
CU Contributed Capital	\$ 7,952,610	\$ 7,953,434	\$ 7,579,181
Retained Earnings	<u>2,531,404</u>	<u>2,558,703</u>	<u>2,207,916</u>
Total Net Position without Unrealized Gain/Loss	<u>10,484,014</u>	<u>10,512,137</u>	<u>9,787,097</u>
Unrealized Gain/(Loss) - Investments	<u>449,865</u>	<u>419,574</u>	<u>277,081</u>
NET POSITION	<u>\$ 10,933,879</u>	<u>\$ 10,931,711</u>	<u>\$ 10,064,178</u>

Comparative Analysis of NCUSIF Ratios for May 31, 2012

	May 2012	April 2012	May 2011
Investments/Total Assets	97.85%	95.97%	97.33%
Total Equity/Insured Shares (1)	1.32%	1.32%	1.29%
Available Assets Ratio	1.34%	1.31%	1.30%
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 May 2012 and April 2012 Equity Ratio is based on an actual insured share level of \$795 billion as of December 31, 2011.
The May 2011 Equity Ratio is based on an actual insured share level of \$758 billion as of December 31, 2010.

Figure 1

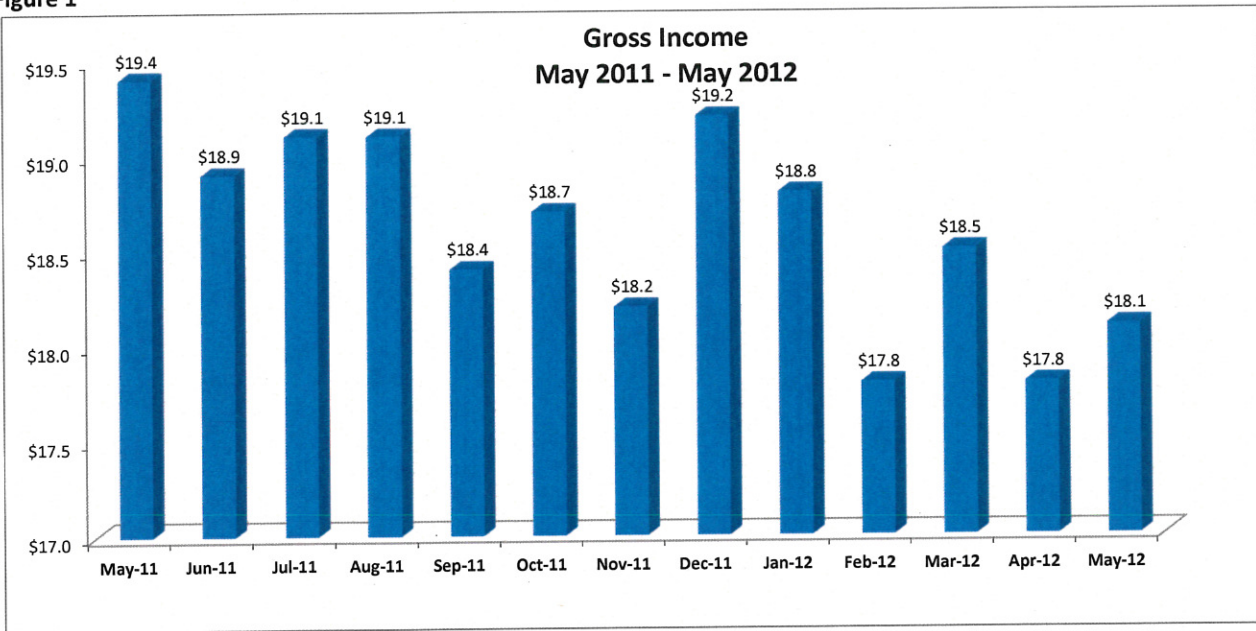


Figure 2

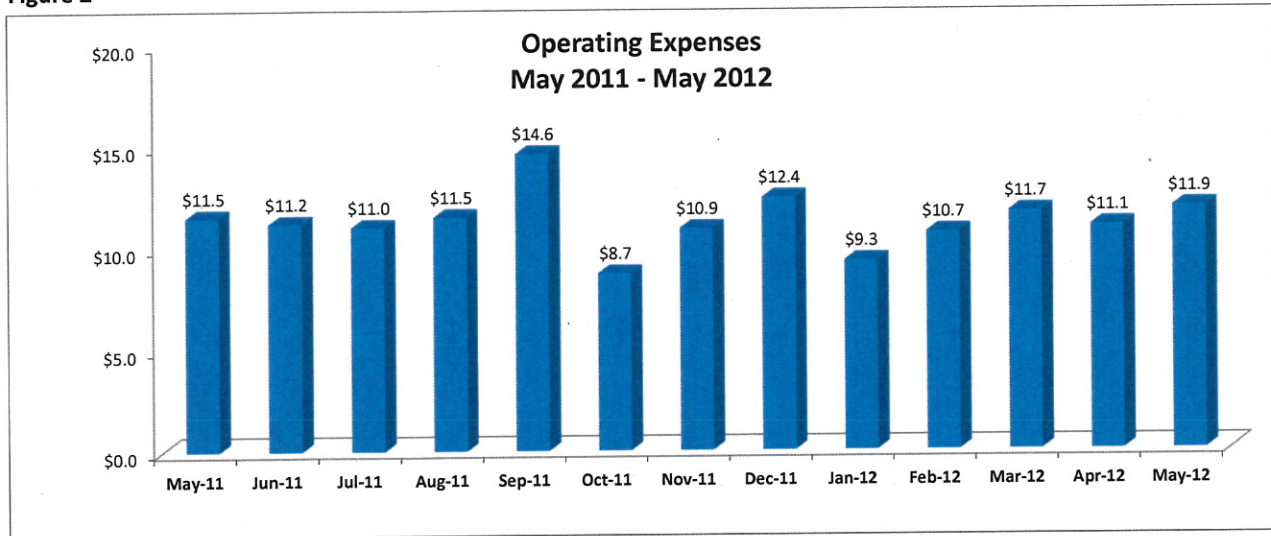
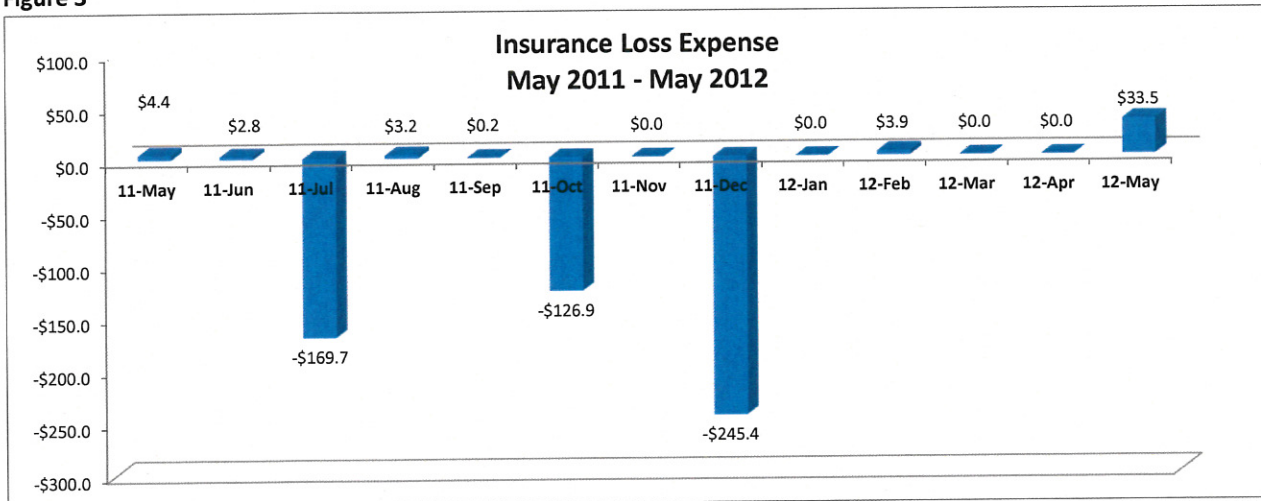


Figure 3



INVESTMENT PORTFOLIO SUMMARY
May 31, 2012

I. INVESTMENT PORTFOLIO BALANCE AND MARKET VALUE (In Dollars)						
	Book Value	Market Value	Gain or (Loss)	% Market to Book Value	Weighted Average Yield	
Daily Treasury Account	\$ 569,606,000	\$ 569,606,000	\$ -	100.00%	0.07%	
U.S. Treasury Notes	10,308,047,610	10,757,912,499	449,864,889	104.36%	2.07%	
Total	\$ 10,877,653,610	\$ 11,327,518,499	\$ 449,864,889	104.14%	1.94%	
II. INVESTMENT PORTFOLIO SUMMARY						
	Last Month	Current Month	CY To Date			
Investment Yield	1.95%	1.94%	1.96%			
Investment Income	\$ 17,322,688	\$ 17,842,227	\$ 88,892,062			
Weighted Avg. Maturity in Days	1,059	1,097				
III. MONTHLY ACTIVITY						
Purchased	Type	Amount	Maturity	Yield		
5/3/2012	T-Note	\$ 100,000,000	4/30/2017	0.82%		
5/3/2012	T-Note	50,000,000	2/15/2022	1.92%		
5/30/2012	T-Note	100,000,000	6/30/2017	0.74%		
5/30/2012	T-Note	50,000,000	5/15/2022	1.63%		
TOTAL		\$ 300,000,000				
IV. MATURITY SCHEDULE (par value in millions)						
Overnight	\$	570				
1 month - 6 months		1,050				
6 months - 1 year		750				
1 year - 2 years		1,600				
2 years - 3 years		1,820				
3 years - 4 years		1,850				
4 years - 5 years		1,650				
5 years - 10 years		1,350				
TOTAL	\$	10,640				