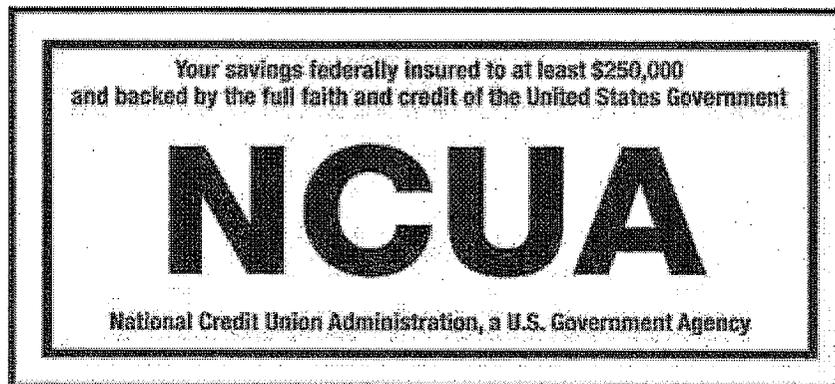


NATIONAL CREDIT UNION SHARE INSURANCE FUND



FINANCIAL HIGHLIGHTS December 31, 2011

Mary Ann Woodson

**MARY ANN WOODSON
CHIEF FINANCIAL OFFICER**

NCUSIF FINANCIAL HIGHLIGHTS
December 31, 2011

Balance Sheet:

Other – Insurance and Guarantee Program Liabilities - \$606.6 million includes \$16.4 million in reserves for specific and \$590.2 million in reserves for non-specific natural person credit unions.

Statement of Net Cost:

Insurance Loss Expense – The NCUSIF decreased insurance loss expense by \$245.4 million during the month of December 2011.

NATIONAL CREDIT UNION ADMINISTRATION

NCUSIF BALANCE SHEETS

As of December 31, 2011

	December 2011	November 2011	December 2010
ASSETS			
INTRAGOVERNMENTAL			
Fund Balance with Treasury	\$ 423,257	\$ 507,602	\$ 1,550,754
Investments, Net U.S. Treasury Securities	11,392,576,125	11,418,371,000	10,848,271,875
Accounts Receivable - Note due from the National Credit Union Administration Operating Fund	15,756,017	15,933,693	17,096,954
Accounts Receivable - Other	9,853	-	-
Accrued Interest Receivable	81,706,855	55,732,782	72,358,816
Total Intragovernmental Assets	11,490,472,107	11,490,545,077	10,939,278,399
PUBLIC			
Accounts Receivable - Capitalization Deposits from Insured Credit Unions, Net	29,909	347,591	182,759
Accounts Receivable - Premium Assessments from Insured Credit Unions, Net	73,491	-	2,035,805
General Property, Plant, and Equipment, Net	18,333	20,000	38,333
Capital Note Receivable, Net	70,000,000	60,000,000	-
Accrued Interest Receivable - Capital Note	149,456	-	-
Other - Receivables from Asset Management Estates (AMEs), Net	114,740,682	117,087,767	143,278,586
Total Public Assets	185,011,871	177,455,358	145,535,483
TOTAL ASSETS	\$ 11,675,483,978	\$ 11,668,000,435	\$ 11,084,813,882
LIABILITIES			
INTRAGOVERNMENTAL			
Accounts Payable - Due to the Temporary Corporate Credit Union Stabilization Fund	\$ -	\$ 33,830	\$ 194,123
Accounts Payable - Due to the National Credit Union Administration Operating Fund	1,181,741	-	2,857,129
Other - Distribution Payable to the Temporary Corporate Credit Union Stabilization Fund	278,641,465	-	-
Total Intragovernmental Liabilities	279,823,206	33,830	3,051,252
PUBLIC			
Accounts Payable	166,214	179,145	433,175
Other - Insurance and Guarantee Program Liabilities	606,616,766	871,618,010	1,225,280,456
Total Public Liabilities	606,782,980	871,797,155	1,225,713,631
TOTAL LIABILITIES	886,606,186	871,830,985	1,228,764,883
NET POSITION			
Contributed Capital	7,805,717,441	7,807,211,939	7,485,158,660
Cumulative Result of Operations	2,983,160,351	2,988,957,511	2,370,890,339
Total Net Position	10,788,877,792	10,796,169,450	9,856,048,999
TOTAL LIABILITIES AND NET POSITION	\$ 11,675,483,978	\$ 11,668,000,435	\$ 11,084,813,882

NATIONAL CREDIT UNION ADMINISTRATION
NCUSIF STATEMENTS OF NET COST
For the Period Ending December 31, 2011

	December 2011	November 2011	CY to Date
GROSS COSTS			
OPERATING EXPENSES			
Employee Pay	\$ 5,537,775	\$ 6,293,189	\$ 73,271,560
Employee Benefits	1,941,107	1,844,779	20,996,064
Travel	1,594,027	1,451,807	15,313,261
Rent, Communications, and Utilities	313,992	265,430	2,779,694
Administrative Costs	723,493	522,889	8,517,591
Contracted Services	2,177,463	439,922	9,107,471
AMAC Expense	-	-	62,997
Training Expense	60,609	30,233	1,368,485
Leasing Expense	1,665	1,667	20,000
Other Insurance Expense	47,362	19,122	920,281
Total Operating Costs	<u>12,397,493</u>	<u>10,869,038</u>	<u>132,357,403</u>
INSURANCE LOSS EXPENSE	(245,370,976)	-	(532,408,050)
Total Gross Costs	<u>(232,973,483)</u>	<u>10,869,038</u>	<u>(400,050,647)</u>
LESS EXCHANGE REVENUES			
Interest Revenue on Note Receivable due from the National Credit Union Administration Operating Fund	26,897	26,084	344,412
Interest Revenue - Other	83,524	65,932	149,456
Insurance and Guarantee Premium Revenue	495,461	-	543,045
Total Exchange Revenue	<u>605,882</u>	<u>92,016</u>	<u>1,036,913</u>
TOTAL NET COST/(INCOME) OF OPERATIONS	<u>(233,579,365)</u>	<u>10,777,022</u>	<u>(401,087,559)</u>
LESS NON-EXCHANGE REVENUES			
Investment Income	18,671,259	18,108,222	226,011,316
Total Non-Exchange Activity	<u>18,671,259</u>	<u>18,108,222</u>	<u>226,011,316</u>
TOTAL NET COST/(INCOME) INCLUDING NON-EXCHANGE REVENUES	<u>\$ (252,250,624)</u>	<u>\$ (7,331,200)</u>	<u>\$ (627,098,875)</u>
Other-Distribution to the TCCUSF	<u>\$ 278,641,465.00</u>	<u>-</u>	<u>\$ 278,641,465.00</u>

NATIONAL CREDIT UNION ADMINISTRATION
NCUSIF STATEMENTS OF NET POSITION
December 31, 2011

	December 2011	November 2011	December 2010
NET POSITION BREAKDOWN			
CU Contributed Capital	\$ 7,805,717,441	\$ 7,807,211,939	\$ 7,485,158,660
Retained Earnings	2,532,960,223	2,559,351,064	2,184,503,412
Total Net Position without Unrealized Gain/Loss	<u>10,338,677,664</u>	<u>10,366,563,003</u>	<u>9,669,662,072</u>
Unrealized Gain/(Loss) - Investments	<u>450,200,128</u>	<u>429,606,447</u>	<u>186,386,927</u>
NET POSITION	<u><u>\$ 10,788,877,792</u></u>	<u><u>\$ 10,796,169,450</u></u>	<u><u>\$ 9,856,048,999</u></u>

Comparative Analysis of NCUSIF Ratios for December 31, 2011

	December 2011	November 2011	December 2010
Investments/Total Assets	97.58%	97.86%	97.87%
Total Equity/Insured Shares (1)	1.30%	1.32%	1.28%
Non-Earning/Total Assets	1.69%	1.49%	2.12%
Available Asset Ratio	1.32%	1.35%	1.27%
Ins. Loss Exp./Insured Shares	-0.03%	0.00%	0.10%

Actual Insured Shares as of December 31, 2011	\$ 795,287,721,573
Actual Insured Shares as of June 30, 2011	\$ 782,422,299,428
Actual Insured Shares as of December 31, 2010	\$ 757,921,704,390

(1) The December 2011 Equity Ratio is based on an actual insured share level of \$795 billion at December 31, 2011. The November 2011 Equity Ratio is based on an actual insured share level of \$782 billion at June 30, 2011.

Figure 1

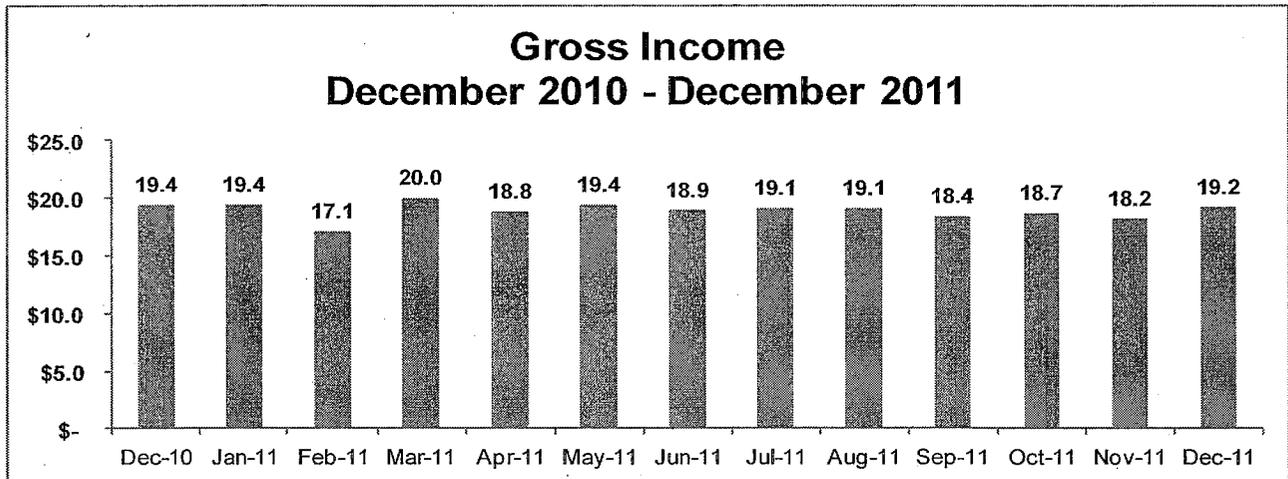


Figure 2

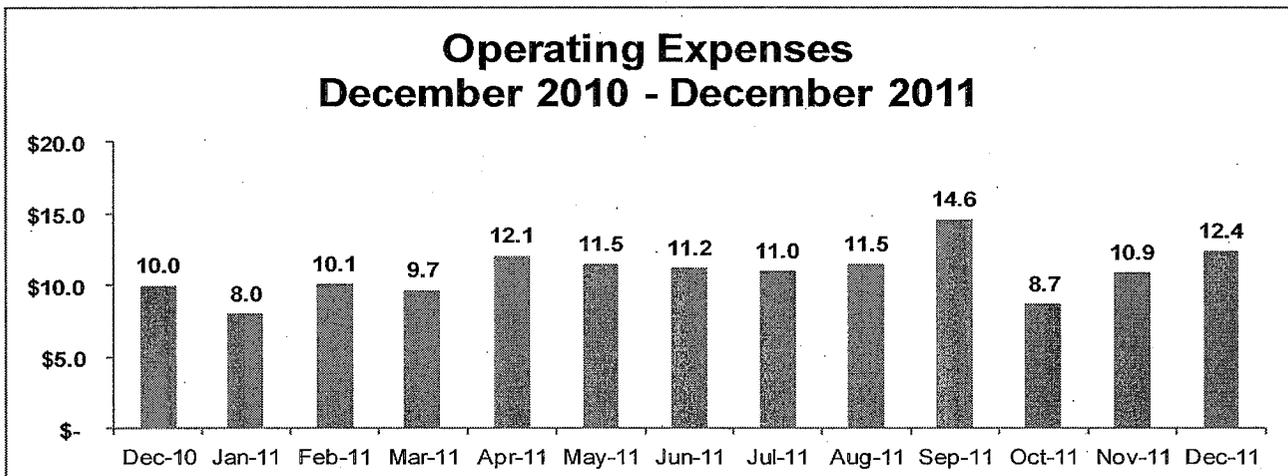
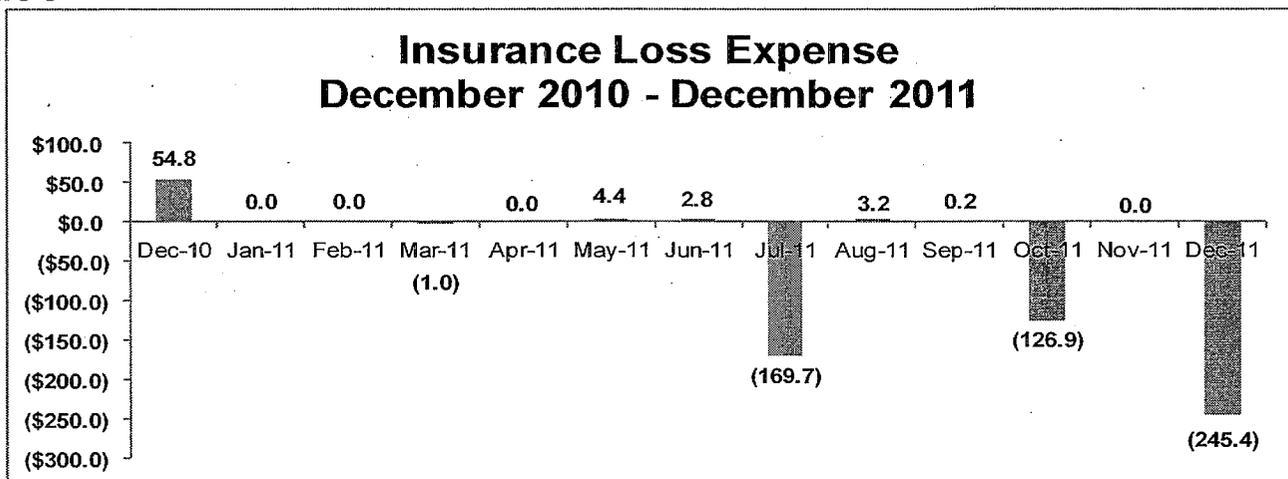


Figure 3



INVESTMENT PORTFOLIO SUMMARY
December 31, 2011

I. INVESTMENT PORTFOLIO BALANCE AND MARKET VALUE					
	Book Value	Market Value	Gain or (Loss)	% Market to Book Value	Weighted Average Yield
Daily Treasury Account	\$ 558,898,000	\$ 558,898,000	\$ -	100.00%	0.00%
U.S. Treasury Notes	10,383,477,997	10,833,678,125	450,200,128	104.34%	2.12%
Total	\$ 10,942,375,997	\$ 11,392,576,125	\$ 450,200,128	104.11%	2.01%
II. INVESTMENT PORTFOLIO SUMMARY					
	Last Month	Current Month	CY To Date	CY 11 Projections	
Investment Yield	2.01%	2.01%	2.10%	2.14%	
Investment Income	\$ 18,108,222	18,671,259	\$ 226,011,316	\$ 229,200,000	
Income Budgeted (1/1/11)	\$ 19,100,000	\$ 19,100,000	\$ 229,200,000	\$ 229,200,000	
Income/Budgeted Ratio	94.8%	97.8%	98.6%		
Weighted Avg. Maturity in Days	1,132	1,125			
III. MONTHLY ACTIVITY					
Purchased	Type	Amount	Maturity	Yield	
12/16/2011	T-Note	\$ 100,000,000	12/31/2016	0.84%	
TOTAL		\$ 100,000,000			
IV. MATURITY SCHEDULE (par value in millions)					
Overnight	\$	559			
1 month - 6 months		800			
6 months - 1 year		800			
1 year - 2 years		1,600			
2 years - 3 years		1,600			
3 years - 4 years		2,070			
4 years - 5 years		2,050			
5 years - 10 years		1,200			
TOTAL	\$	10,679			