



NCUA
National Credit Union Administration

Eugene H. Schied, CFO

Office of the Chief Financial Officer

NCUSIF Financial Statistics

For the Quarter Ended
March 31, 2022

NCUSIF Revenue and Expense

March 31, 2022

PRELIMINARY & UNAUDITED (In Millions)	Quarter Ended March 31, 2022
Gross Income:	
Investment Income	\$61.7
Other Income	0.1
Total Income	\$61.8
Less Expenses:	
Operating Expenses	\$49.1
Provision for Insurance Losses:	
Reserve Expense	3.6
NPCU AME Loss Expense (Reduction)	(2.5)
Corporate AME Loss Expense (Reduction)	(42.8)
Total Expenses	\$7.4
Net Income (Loss)	\$54.4

NCUSIF Summary Balance Sheets

March 31, 2022

PRELIMINARY & UNAUDITED (In Millions)	March 31, 2022	December 31, 2021
Assets		
Fund Balance with Treasury and Investments	\$19,754.1	\$20,401.0
Capitalization Deposits Receivable	578.3	-
Receivable from NPCU Asset Management Estates, Net	1.8	1.4
Receivable from Corporate Asset Management Estates, Net	147.8	221.6
Accrued Interest and Other Assets	120.9	111.3
Total Assets	\$20,602.9	\$20,735.3
Liabilities and Net Position		
Accounts Payable and Other Liabilities	\$24.6	\$9.4
Insurance and Guarantee Program Liabilities	166.3	162.0
Net Position – Cumulative Results of Operations	4,053.7	4,780.2
Net Position – Capital Deposits	16,358.3	15,783.7
Total Liabilities and Net Position	\$20,602.9	\$20,735.3

Unrealized Gains and Losses From Investments

- The NCUA's investment portfolio is valued based on the market, even though the NCUA's practice is to hold investments to maturity.
- Retained Earnings in the equity ratio calculation is defined as cumulative results of operations, *excluding* net cumulative unrealized gains and losses on investments.
 - The unrealized losses alone do not impact the equity ratio and do not increase the likelihood of a premium, just as unrealized gains do not increase the equity ratio.
- Net Position presented in the Balance Sheets includes capital deposits, retained earnings and unrealized gains and losses from investment.
 - Losses would only be realized in the event of a significant liquidity need for the Fund which forced the sale of investments.
 - The Fund has borrowing authority to protect against the need to liquidate.

NCUSIF - Insurance and Guarantee Program Liabilities

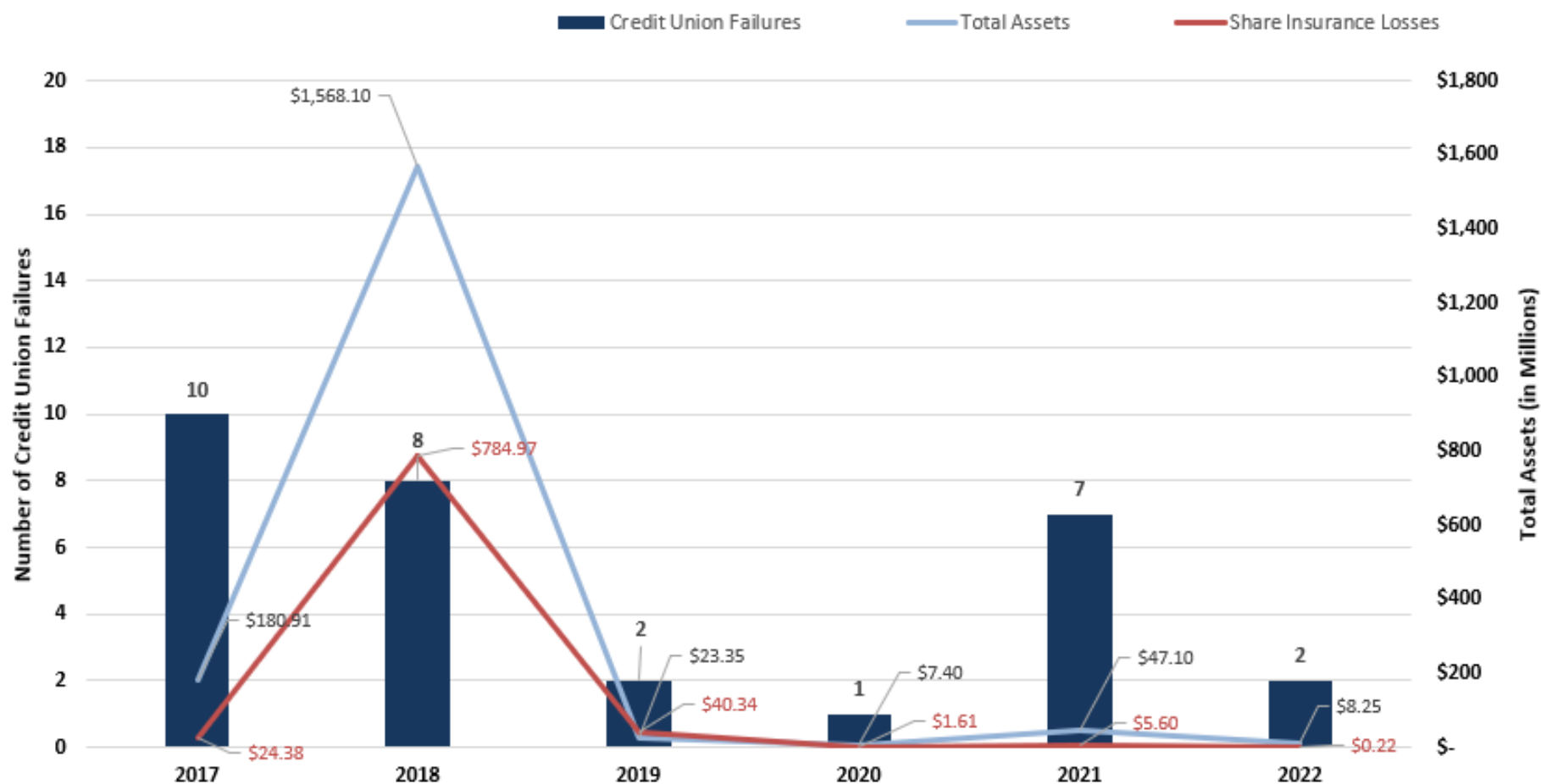
March 31, 2022

PRELIMINARY & UNAUDITED (In Millions)	Quarter Ended March 31, 2022
Beginning Reserve Balance:	\$ 162.0
Reserve Expense	3.6
Charges for Assisted Mergers	-
Charges for Liquidations	0.7
Ending Reserve Balance	\$166.3

* This table shows only NPCU Insurance and Program Guarantee Liabilities.

Number of Credit Union Failures Incurring a Loss to the Share Insurance Fund

CY2017 – Q1 CY2022



NCUSIF Portfolio

March 31, 2022

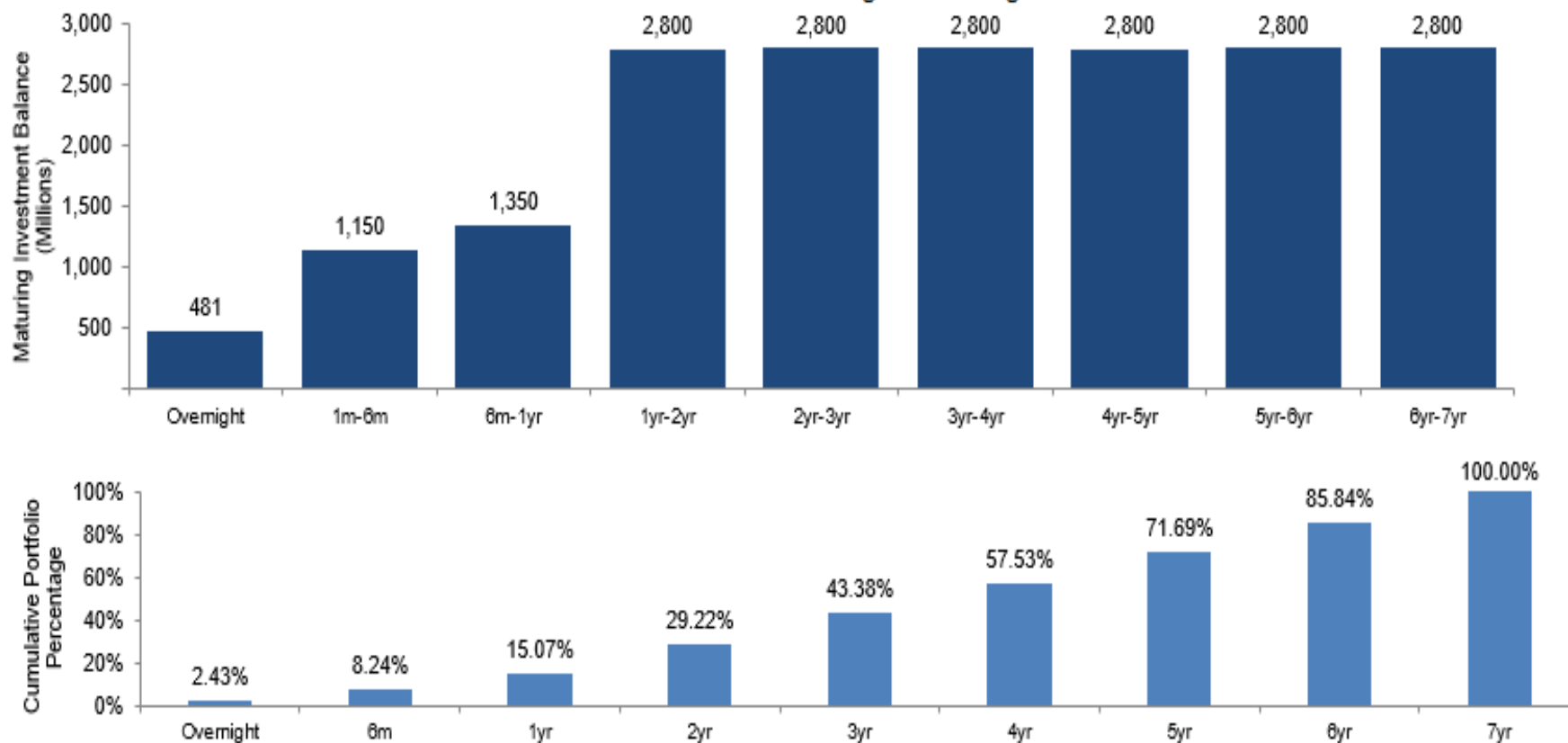
Investment Balance at Par: \$19.8 Billion

Weighted Average Life:

3.5 years

Weighted Average Yield:

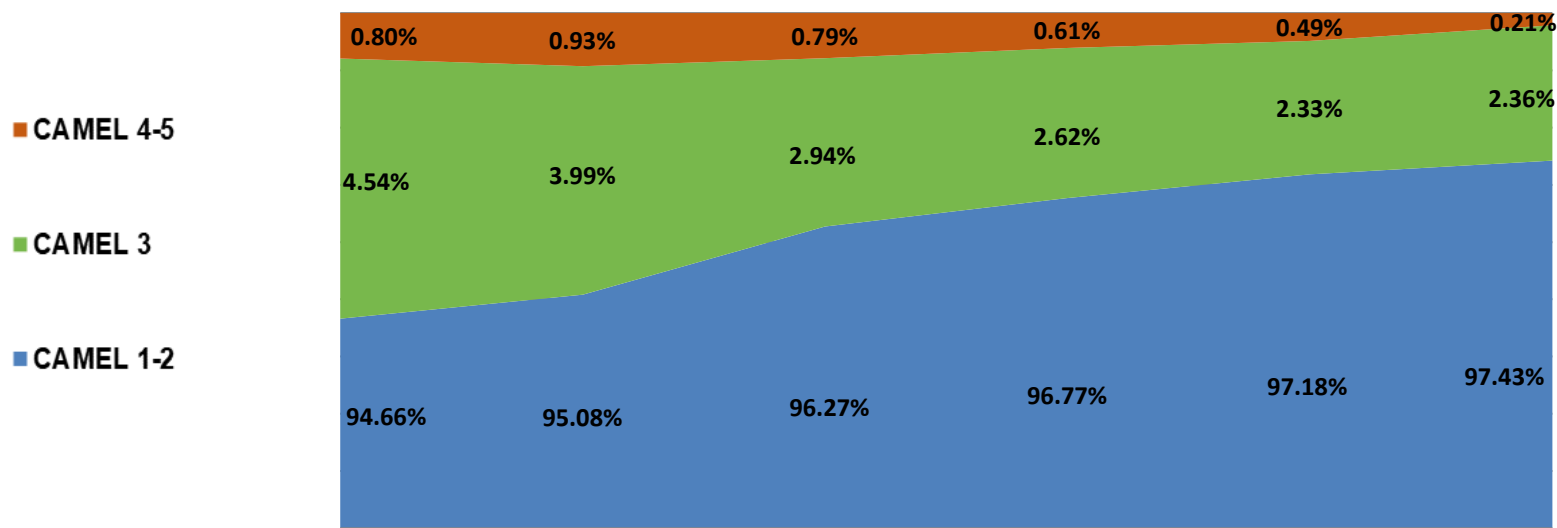
1.22%



Percentage of Insured Shares and Total Number of CUs by CAMEL Code

CY2017 – Q1 CY2022

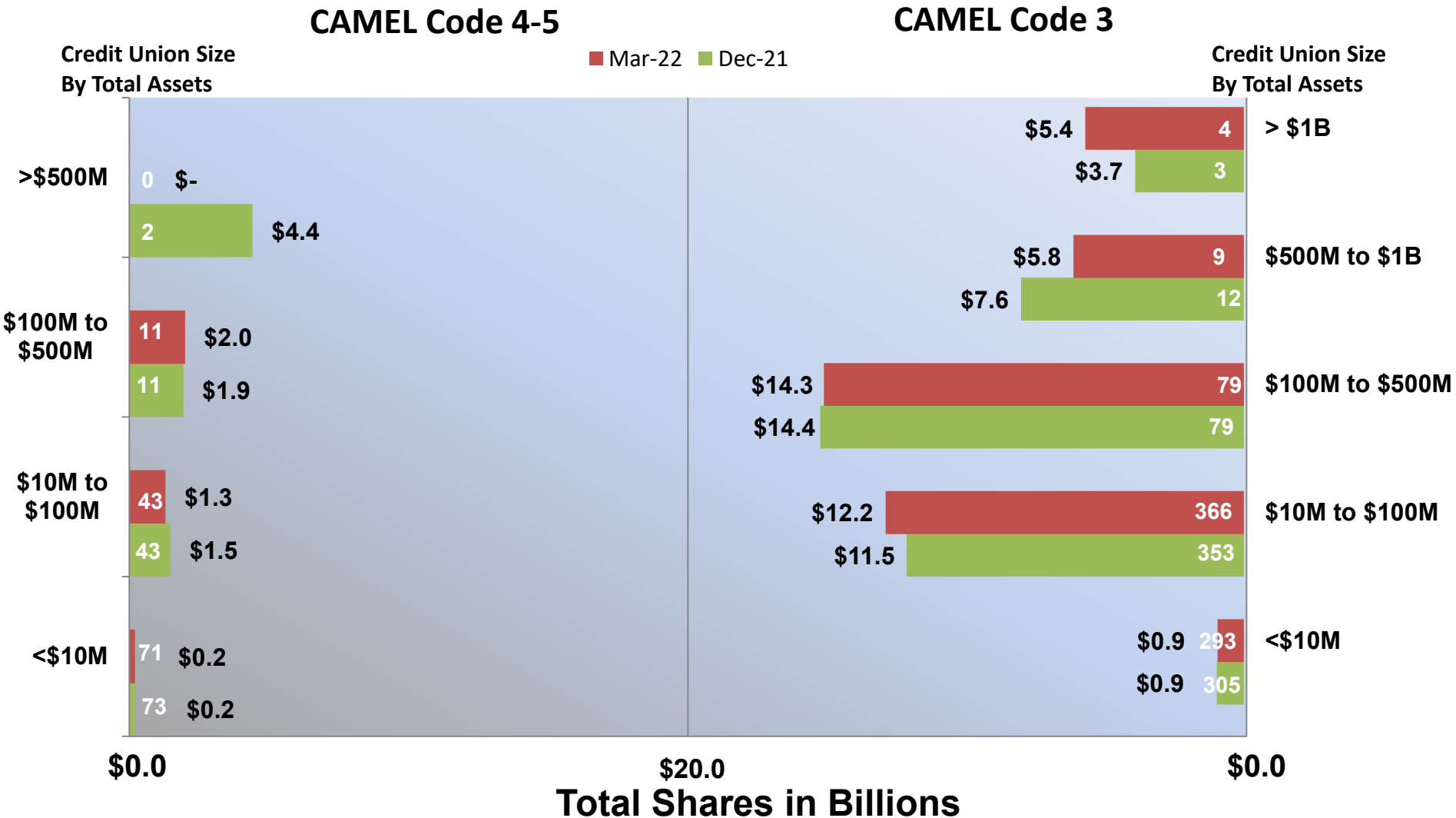
Percentage of Insured Shares by CAMEL Rating*



Number of CUs	Dec-17	Dec-18	Dec-19	Dec-20	Dec-21	Mar-22
CAMEL 4-5	196	193	190	159	129	125
CAMEL 3	1,072	940	838	748	752	751
CAMEL 1-2	4,322	4,266	4,220	4,209	4,072	4,037
TOTAL	5,590	5,399	5,248	5,116	4,953	4,913

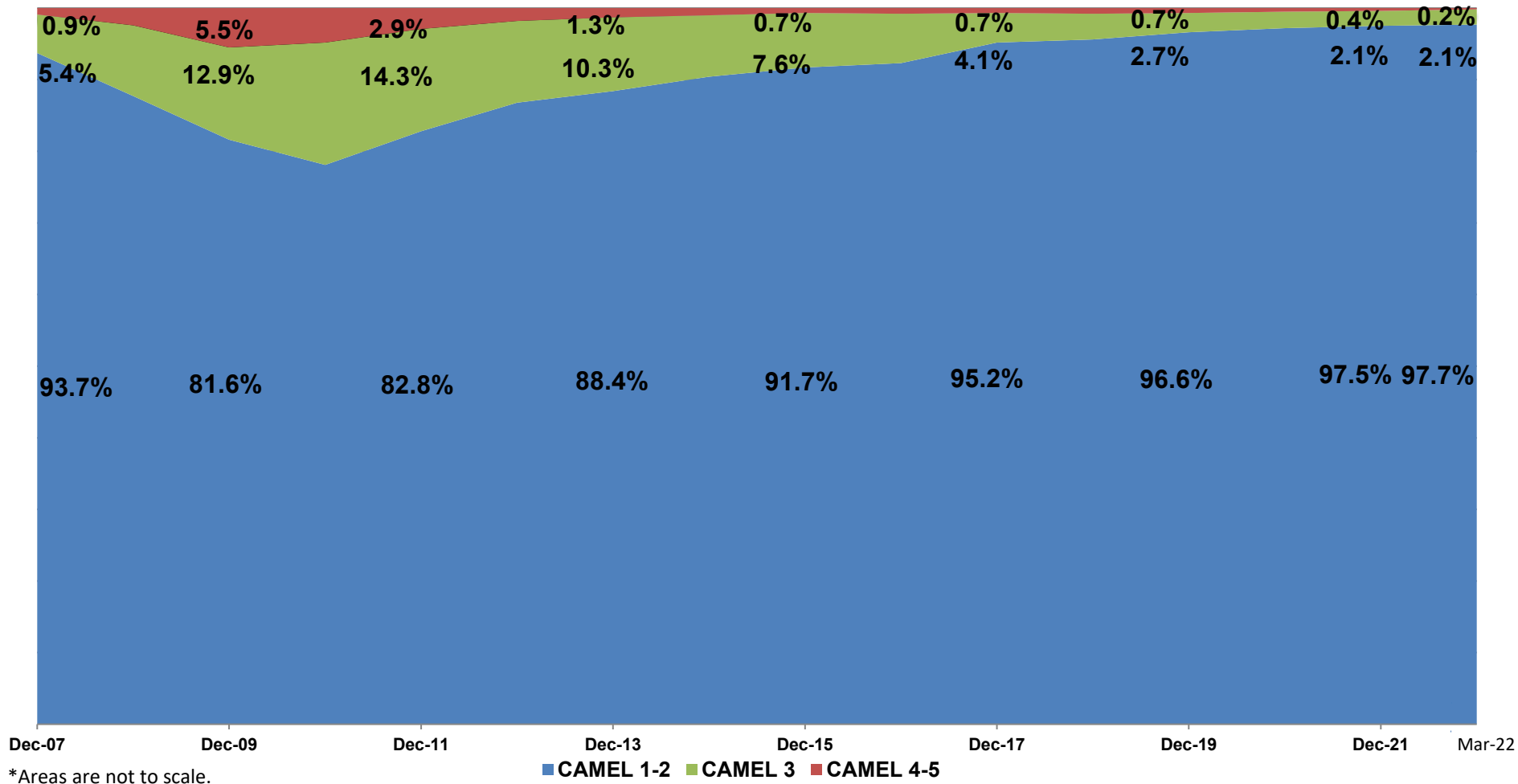
*Areas are not to scale.

CAMEL Code Comparison by Asset Size



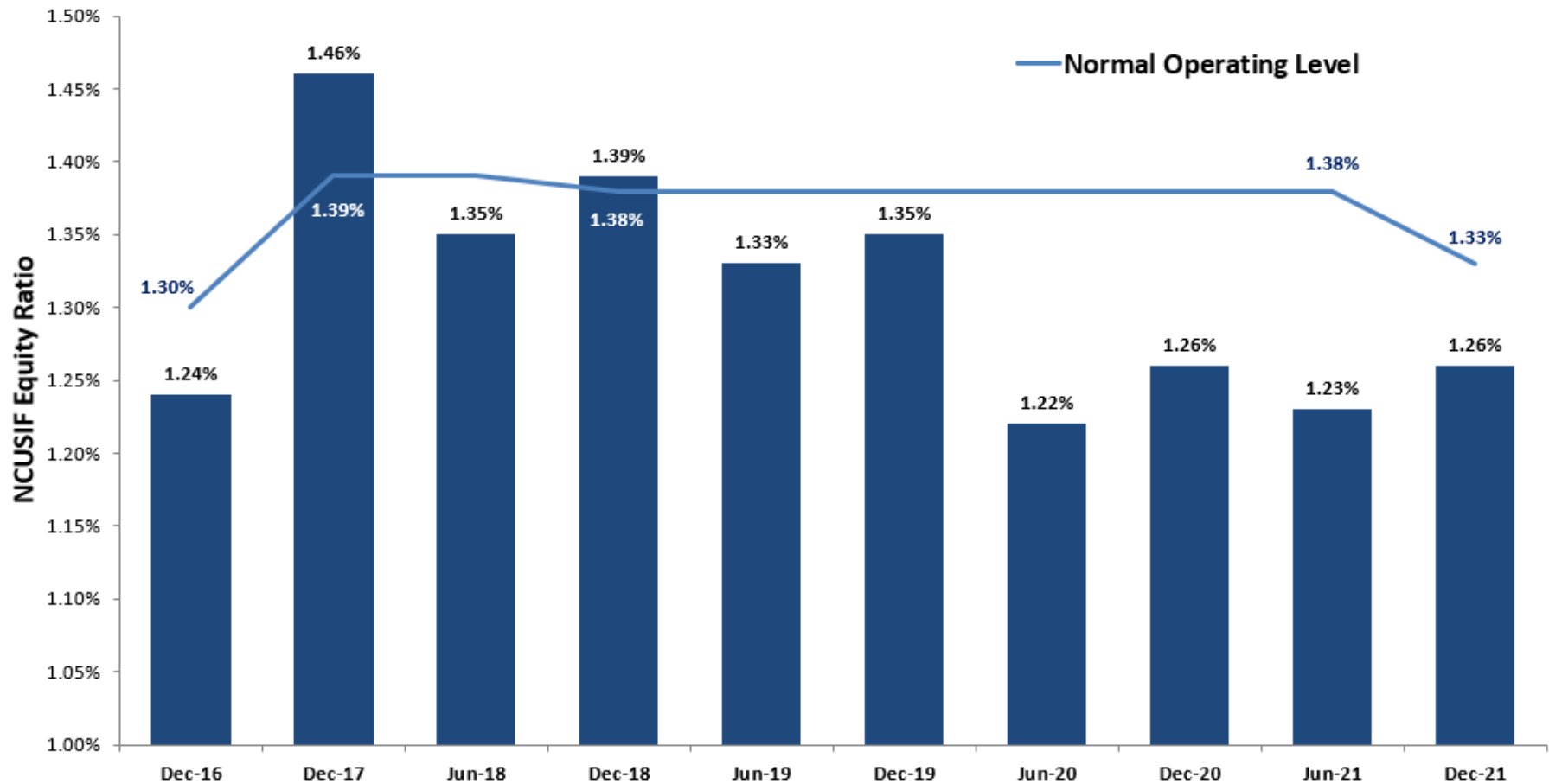
Distribution of Assets in CAMEL Codes

CY2007 – Q1 CY2022 *



NCUSIF Equity Ratio

CY2016 – CY2021





PROJECTED EQUITY RATIO

Projected Equity Ratio Calculation

- The NCUA staff projects the equity ratio for June 30th and for December 31st. The projection calculates the equity ratio on the same basis as the actual equity ratio.
- The six-month projection of the NCUSIF equity ratio is 1.25 percent for the period ending June 30, 2022.

Projection Quarter- End	Calculation
June 2022	$\frac{\text{Projected 06/30 Retained Earnings*} + 1\% \text{ of 12/31 Insured Shares}}{\text{Projected 06/30 Insured Shares}}$

*net of any direct liabilities of the Fund and contingent liabilities for which no provision has been made

$$\frac{\$4,791,527,332 + \$16,347,551,951}{\$1,690,813,686,830} = 1.25\%$$

Office Contact Page

Feel free to contact our office with questions or comments.

Primary Staff:

Eugene H. Schied, CFO
eschied@ncua.gov

Office Phone:

703-518-6570

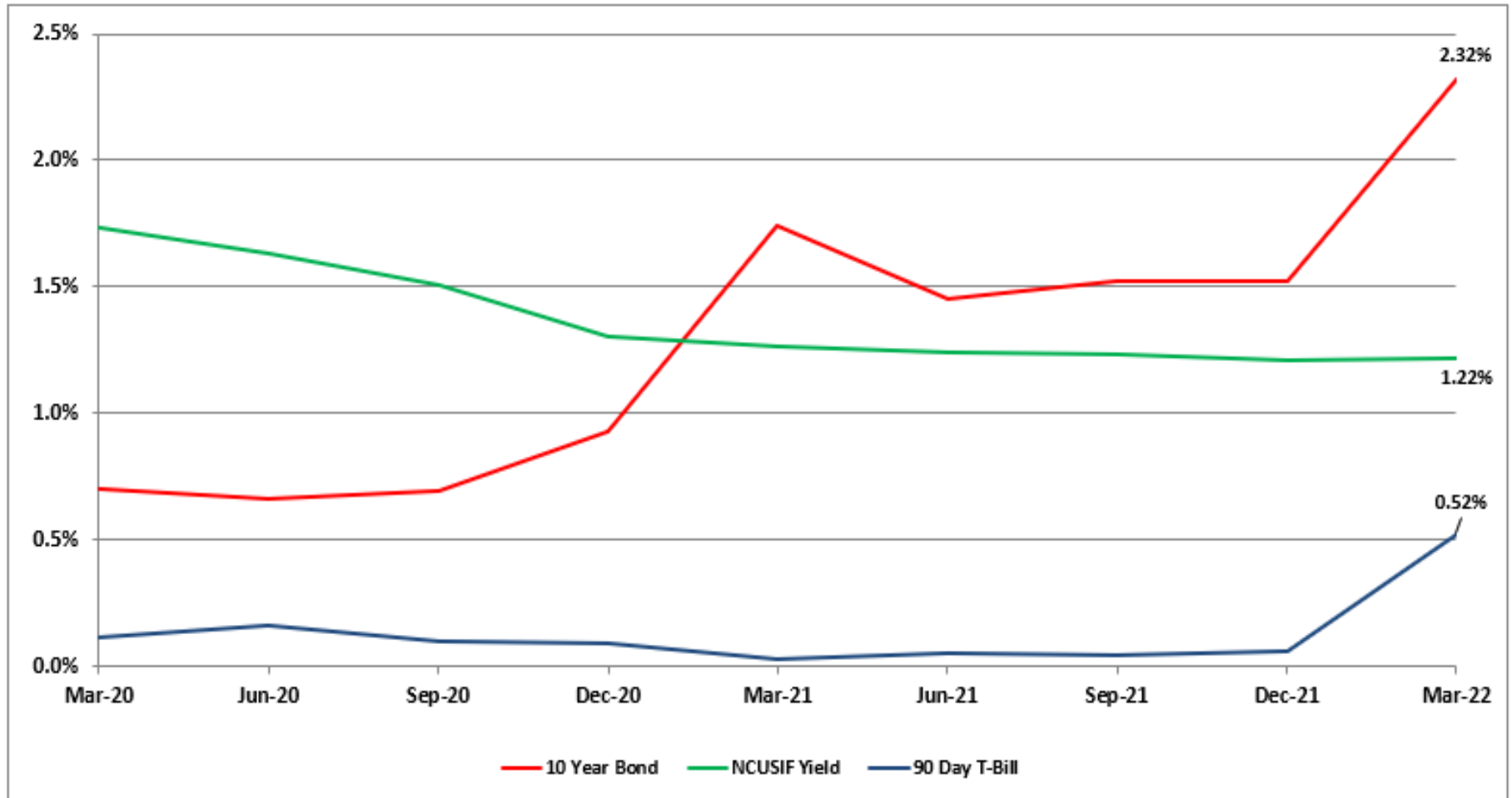


APPENDICES

Appendix I - Yield Comparisons

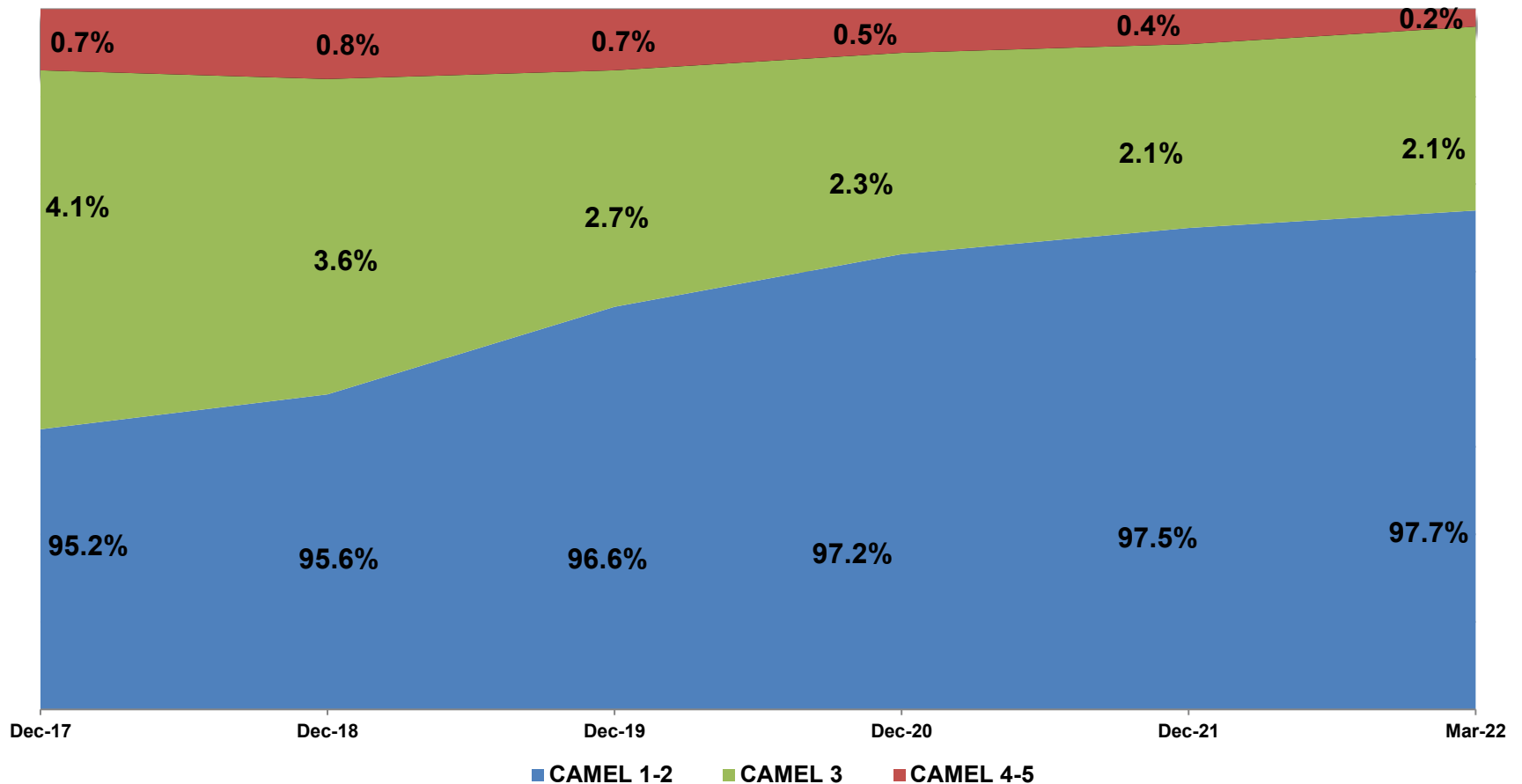
March 31, 2022

Yield



Appendix II - Distribution of Assets in CAMEL Codes

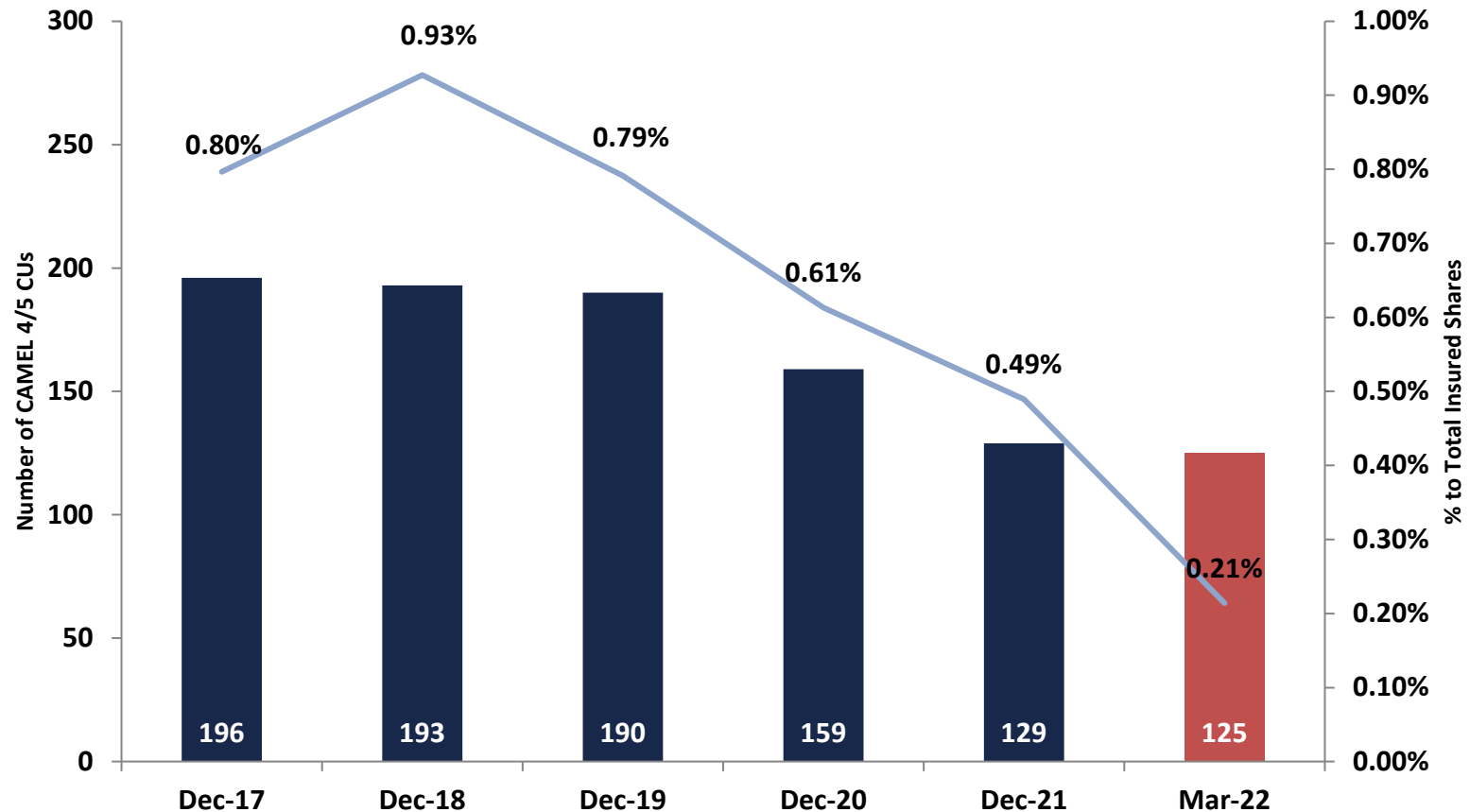
CY2017 – Q1 CY2022*



*Areas are not to scale.

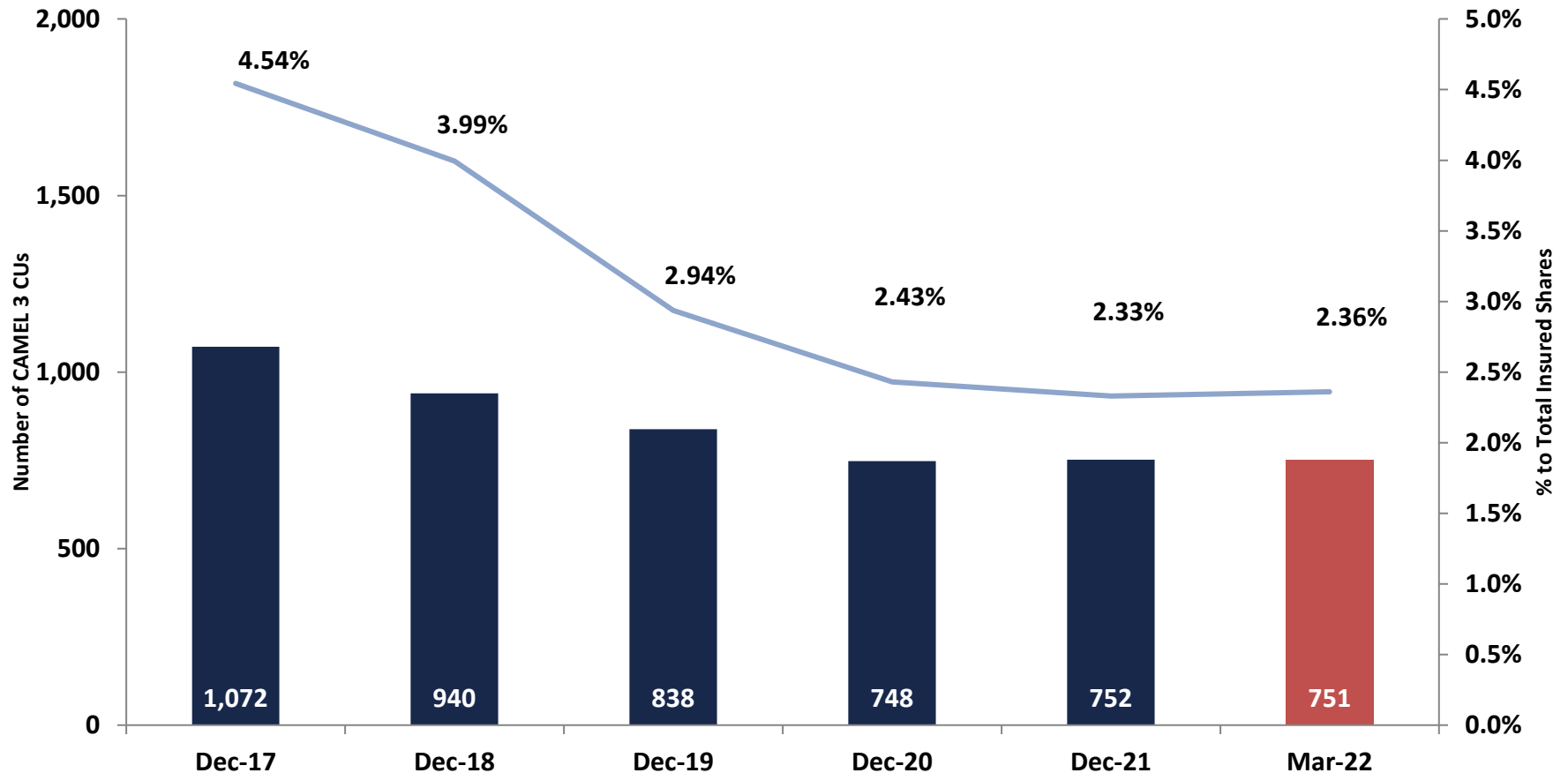
Appendix III - CAMEL Code 4/5 CUs with Percent to Total Insured Shares

CY2017 – Q1 CY2022

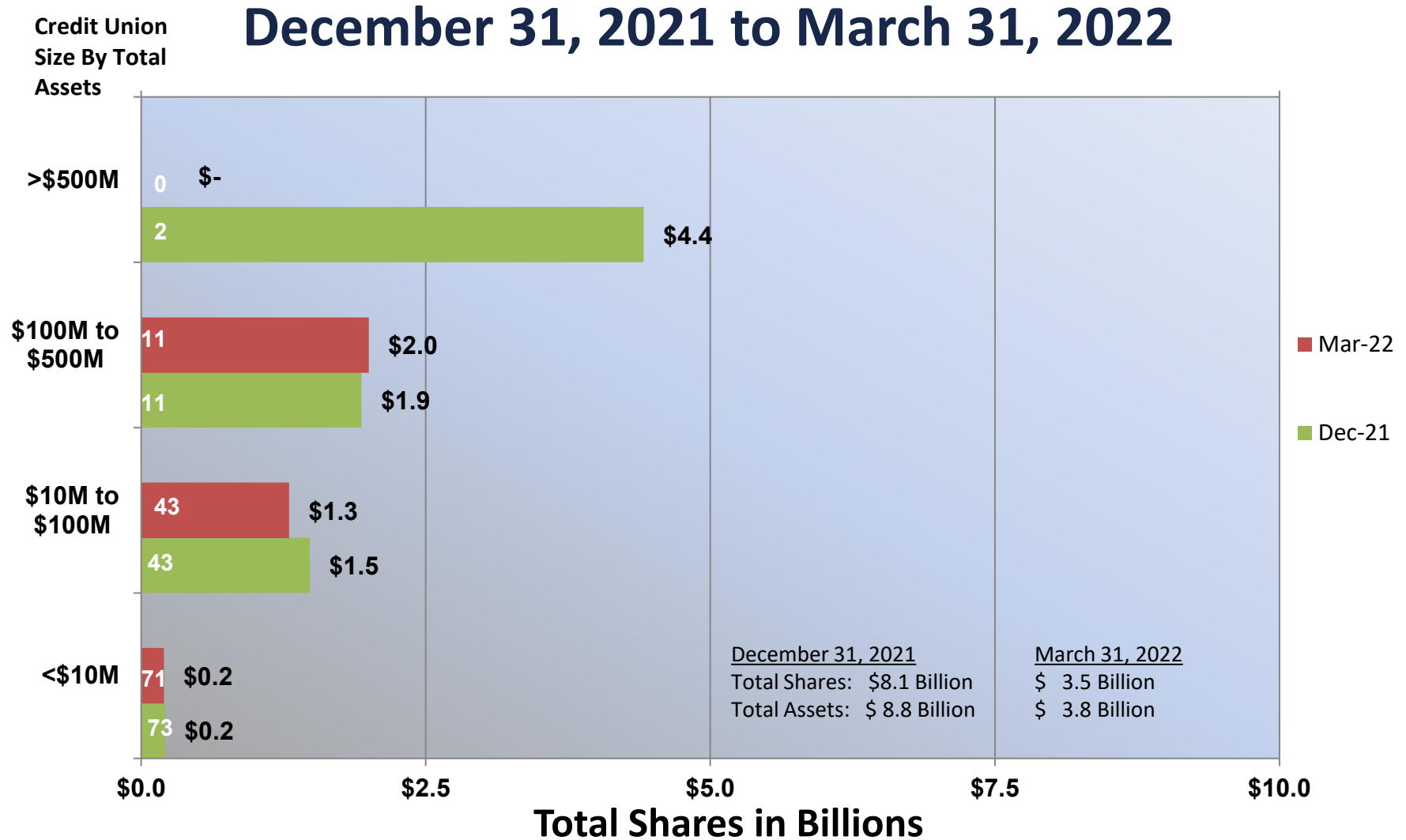


Appendix IV - CAMEL Code 3 CUs with Percent to Total Insured Shares

CY2017 – Q1 CY2022



Appendix V - CAMEL Code 4/5 Comparison



Appendix VI - CAMEL Code 3 Comparison

Credit Union Size
By Total Assets

December 31, 2021 to March 31, 2022

