

NATIONAL CREDIT UNION CENTRAL LIQUIDITY FACILITY

BALANCE SHEET AS OF JUNE 30

STATEMENT OF REVENUE AND EXPENSES FOR PERIOD ENDING JUNE 30, 2004

	2004	2003
ASSETS		
Cash	\$10,302.11	\$10,386.04
Demand Account	0.00	0.00
Accounts Receivable	0.00	225.00
Investments	1,363,798,093.33	1,239,461,802.28
Loans:		
Regular Member	0.00	0.00
Agent Member	0.00	0.00
<i>Total Loans</i>	0.00	0.00
Interest Receivable	3,860,708.08	3,985,549.93
Prepaid Expenses	0.00	0.00
TOTAL ASSETS	\$1,367,669,103.52	\$1,243,457,963.25
CURRENT LIABILITIES		
Accounts Payable	\$62,574.35	\$66,270.08
Dividends Payable	3,792,361.06	3,920,256.23
Interest Payable-LRC*	19,865.30	26,188.81
Notes Payable-FFB**	0.00	0.00
Regular Member Deposits-LRC*	6,915,638.24	8,165,744.39
Agent Member Deposits	0.00	0.00
Accrued Interest Payable	0.00	0.00
Other Accrued Expenses	21,389.92	19,527.31
<i>Total Liabilities</i>	\$10,811,828.87	\$12,197,986.82
EQUITY		
Capital Stock Regular Members	53,390,479.00	51,251,924.00
Capital Stock Agent Members	1,292,059,216.00	1,168,601,953.00
<i>Total Capital Stock</i>	\$1,345,449,695.00	\$1,219,853,877.00
Retained Earnings Prior Yea	11,407,579.65	11,406,099.43
Retained Earnings Current Year:		
Unappropriated	-	0.00
Appropriated	0.00	0.00
<i>Total Equity</i>	\$1,356,857,274.65	\$1,231,259,976.43
TOTAL LIABILITIES AND EQUITY	\$1,367,669,103.52	\$1,243,457,963.25

	CURRENT MONTH	YEAR TO DATE	PRIOR YEAR TO DATE
INCOME			
Interest on Loans	\$0.00	\$0.00	\$0.00
Income from Investments	1,273,376.63	\$7,561,181.12	7,827,028.51
Other	0.00	\$0.00	0.00
<i>Total Revenue</i>	\$1,273,376.63	\$7,561,181.12	\$7,827,028.51
EXPENSES			
Personnel Services	\$10,809.22	\$62,913.84	\$62,963.04
Personnel Benefits	2,835.67	16,706.54	12,671.78
Employee Travel	0.00	600.20	423.00
Rent, Communications/Utilities	627.54	4,091.78	3,853.34
Printing, Reproduction & Postage	325.00	1,830.00	2,463.00
Supplies and Material	0.00	627.00	967.00
Group Agent Service Fees	224.74	383.38	277.62
Other Services	3,208.00	20,766.44	21,460.87
<i>Total Operating Expenses</i>	\$18,030.17	\$107,919.18	\$105,079.65
LRC Interest Expenses	6,425.28	43,419.74	58,075.60
FFB Interest Expenses	0.00	0.00	0.00
TOTAL EXPENSES	\$24,455.45	\$151,338.92	\$163,155.25
Reserve for Losses	0.00	0.00	0.00
Net Income Before Dividends	\$1,248,921.18	\$7,409,842.20	\$7,663,873.26
Dividends Accrued	1,248,921.18	7,409,842.20	7,663,873.26
NET INCOME	\$0.00	\$0.00	\$0.00
Retained Earnings:		\$0.00	\$0.00

	2004	2003	2002
Dividend Rate First Quarter -	1.19	1.43	2.2056
Dividend Rate Second Quarter -	1.13	1.28	2.3985
Dividend Rate Third Quarter -		1.13	1.887
Dividend Rate Fourth Quarter -		1.16	1.85

***** SELECTED RATIOS *****

BALANCE SHEET	6/30/2004	6/30/2003	OPERATIONS	Current Month	Year to Date	Prior Year-to-Date
Stock & Retained Earnings/Total Assets	99.21%	99.02%	Total Operating Expenses/Total Revenue	1.42%	1.43%	1.34%
Loans/Total Assets	0.00%	0.00%	Net Income(before Divds)/Total Revenue	98.08%	98.00%	97.92%
Loans/Stock & Retained Earnings	0.00%	0.00%	Loan/Total Revenue	0.00%	0.00%	0.00%
Total Liabilities/Stock & Retained Earnings	0.80%	0.99%				

*LRC=Liquidity Reserve and Clearing **FFB=Federal Financing Bank