

June 2023
FINANCIAL CONDITION REPORT



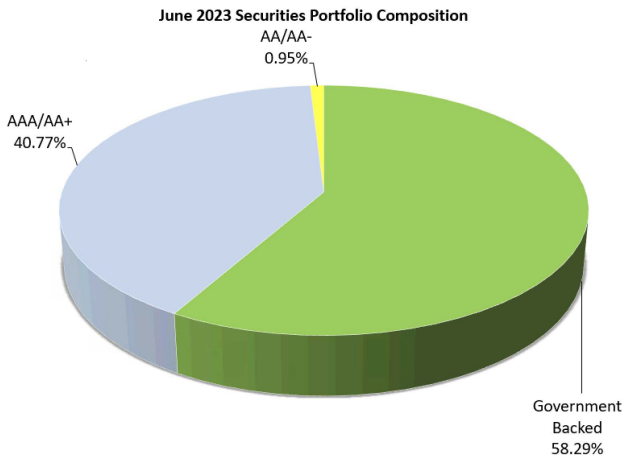
CorporateAmerica
CREDIT UNION

*DIFFERENT **STARTS HERE***™

| Measurement | June 2023 | March 2023 | Policy/Regulation Limit |
|---------------------------------|-----------|------------|-------------------------|
| Tier 1 Capital (Regulatory) | 8.16% | 7.40% | 4.00% |
| Tier 1 Risk-Based Capital Ratio | 30.97% | 26.60% | 4.00% |
| Total Risk-Based Capital Ratio | 31.15% | 26.76% | 8.00% |

Tier 1 Capital Growth

During the second quarter of 2023, Corporate America Credit Union grew Tier 1 Capital \$2.7mm ending June 2023 with \$254.2mm. The capital growth was accomplished while providing a month of free services for our members and a bonus dividend on member capital.



Asset Quality

Corporate America's investment strategy is one of purchasing high quality permissible securities with senior cash flow structures to provide competitive returns. CACU conducts detailed due diligence in assessing credit risk in non-government guaranteed positions. At the end of June, 58.29% of the portfolio is government backed, 40.77% is rated AAA/AA +, and 0.95% is rated AA/AA-.

Net Economic Value (NEV)

The Corporate's interest rate risk exposure is measured by using net economic value (NEV) and a NEV ratio. The primary risk measurement is the decline of net economic value in the up 300 basis point scenario. As of June 30th, we remain within regulatory limits as evidenced in the table to the right. Interest Rate Risk is monitored and reported to the board on a monthly basis.

| Measurement | June 2023 | March 2023 | Policy/Regulation Limit |
|-------------------------------|-----------|------------|-------------------------|
| Max % Decline NEV (up 300 bp) | -9.09% | -9.02% | -20.00% |
| Base NEV | 7.28% | 7.58% | 3.00% |
| Minimum NEV Ratio | 6.72% | 7.01% | 2.00% |

| Measurement | June 2023 | March 2023 | Policy/Regulation Limit |
|-----------------------|-----------|------------|-------------------------|
| WAL Financial Assets | 1.50 | 1.65 | 2.00 |
| AWAL Financial Assets | 1.87 | 2.05 | 2.25 |

Weighted Average Life (WAL)

Weighted Average Life (WAL) of Financial Assets measures the life of all assets including investment, loans and cash. Adjusted Weighted Average Life (AWAL) is adjusted for a 50% slowdown in prepayments on investments. As of June 2023, we remain within policy/regulatory limit as shown in the table to the left.

Liquidity

As of June 2023, total advised lines of credit to member credit unions were approximately \$3.4 billion. Combining cash held, tested sources of liquidity and liquid marketable securities, \$3.1 billion could be raised in a short period of time, if needed, to address a severe liquidity event.