



NATIONAL CREDIT UNION ADMINISTRATION

Washington, D.C. 20456

Office of General Counsel

GC/FMR:eor
August 6, 1973

MEMORANDUM FOR COMMISSIONER EVANS

John

As of June 30, 1973, there were 12,751 insured Federal credit unions. As of this date, there are 1,550 federally-insured state credit unions.

As of June 30, 1973, the insurance fund had paid \$1,365,672 in cash to shareholders of liquidating credit unions.

As of June 30, 1973, 196 contracts guaranteeing loans bought from liquidating credit unions had been executed, the guarantees being \$5,149,976.

As of June 30, 1973, the National Credit Union Share Insurance Fund had assets of \$27,960,071.

Concerning your inquiry as to what impact share insurance has had on the growth of insured credit unions, there seems to be little doubt that passage of Federal share insurance for credit unions has had an impact on share growth in insured credit unions. As evidence of this, I cite the fact that as of December 31, 1970, shortly after the Act was signed but before any credit unions were federally insured, assets of Federal credit unions amounted to \$8.9 billion, and those of state credit unions to \$9.1 billion. By June 30th of this year Federal credit unions, most of which has been insured throughout the period, had assets of \$13.8 billion, an increase of 55.6% over the 2 1/2 years. Assets of state-chartered credit unions, on the other hand, relatively few of which had been insured during the period, amounted to \$13.4 billion, for a percentage increase of only 47.4% over the 30 months.

Fred

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General Counsel