

Monthly Financials

Vizo Financial Corporate Credit Union

October 2024 Financials



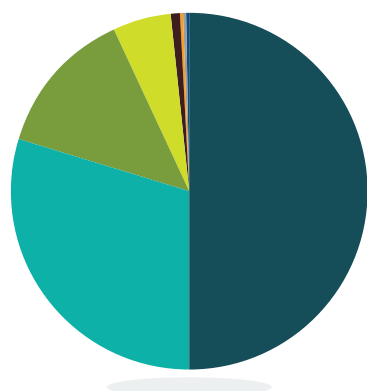
We are pleased to present Vizo Financial Corporate Credit Union's financial statements and supplementary financial information as of October 31, 2024. These pages include information regarding our balance sheet, income statement, asset quality and capital adequacy. We encourage you to share this information with your management team and directors to aid in reviewing the Corporate's financial strength and ongoing performance.

Vizo Financial added \$913,693 to retained earnings this month. Vizo Financial's year-to-date net income after PCC distribution for the months ending October 31, 2024, and October 31, 2023, totaled \$18,183,449 and \$48,691,949, respectively. The higher amount for 2023 reflects a recovery of U.S. Central capital assets of \$36,450,492.

A summary of our unaudited results is presented below.

Income Statement YTD	October 2024	YTD 2024	YTD 2023
Net Interest Income	\$ 4,998,870	\$ 54,369,649	\$ 40,034,246
Net Correspondent Income	966,823	9,550,734	12,152,843
Gross Operating Income	5,965,693	63,920,383	52,187,089
Operating Expense	(3,581,212)	(29,446,104)	(27,151,167)
Gain/Loss on Sale of Investments	0	0	(327,750)
Gain/Loss on Other Assets/Goodwill	0	0	(644,780)
CUSO Income	(147,751)	(1,106,514)	(586,903)
Member Capital Recovery	(127,932)	(2,518,752)	(3,932,086)
Member Incentive	(250,000)	(3,650,000)	0
USC Distribution	0	0	36,450,492
Net Income Before PCC Distributions	1,858,798	27,199,013	55,994,896
Less: Equity Transfer for PCC Distribution	(945,105)	(9,015,564)	(7,302,947)
Net Contribution to Equity:	\$ 913,693	\$ 18,183,449	\$ 48,691,949

Our balance sheet continues to be a blend of cash, primarily held at the Federal Reserve Bank, and a variety of high-quality and highly-rated investments.



Credit Quality Book Value as of October 31, 2024

- \$ 2,513 - Federal Reserve
- \$ 1,838 - U.S. Gov't Guaranteed
- \$ 820 - U.S. Gov't Agency
- \$ 355 - Asset-Backed Securities
- \$ 26 - Member Loans
- \$ 23 - CU/Bank Cash Holdings
- \$ 9 - CUSOs
- \$ 4 - FHLB Stock

* All figures in the charts above are in millions.

Vizo Financial's Investment Policy states that, at the time of purchase, investments with short-term ratings must be rated no lower than A-1 (or equivalent), and investments with long-term ratings must be rated no lower than AA- (or equivalent) by at least two NRSROs. Vizo Financial's Investment Policy states that deposits in federally insured depository institutions require at least one NRSRO rating no lower than A-1 (or equivalent).

unaudited financials

Earnings Margin	YTD 2024	YTD 2023
Return on Average Assets	5.318%	4.632%
Interest/Dividend Expense	-4.275%	-3.741%
Net Interest Margin	1.043%	0.891%
Net Correspondent Service Income	0.183%	0.270%
Operating Expenses	-0.565%	-0.604%
Gain/Loss on Sale of Investments	0.000%	-0.007%
Gain/Loss on Other Assets/Goodwill	0.000%	-0.014%
CUSO Income	-0.021%	-0.013%
USC Distribution	0.000%	0.811%
Member Incentive/Capital Recovery	-0.118%	-0.088%
PCC Distributions	-0.173%	-0.163%
Net Margin	0.349%	1.084%

Capital Adequacy	October 2024	October 2023	Adequately / Well Capitalized
RUDE + Acquired Equity Capital/12-Month Average Net Assets	6.12%	6.49%	NA
Tier 1 (Leverage) Capital/12-Month Average Net Assets	9.62%	10.29%	4% 5%
Total Capital/12-Month Average Net Assets	9.76%	10.44%	NA
Tier 1 Capital/12-Month Average Risk-Weighted Assets	112.62%	96.02%	4% 6%
Total Capital/12-Month Average Risk-Weighted Assets	114.21%	97.44%	8% 10%

Total Capital	\$ 596,871,226	\$ 570,416,252
Tier 1 (Leverage) Capital	\$ 588,548,572	\$ 562,089,346
Tier 2 Capital	\$ 8,322,654	\$ 8,326,906
Monthly Average Net Assets (DANA)	\$ 6,036,128,767	\$ 5,028,716,096
Year-to-Date Average Assets	\$ 6,256,527,915	\$ 5,394,798,342
Average 12-Month Assets	\$ 6,118,569,120	\$ 5,463,104,725

The table below shows trends in asset measures, member activity and retained earnings over the past four months.

Ending Balances	July 2024	Aug. 2024	Sept. 2024	Oct. 2024
Corporate Assets	\$ 5,690,225,638	\$ 6,340,693,738	\$ 6,064,951,448	\$ 5,731,836,453
Daily Average Net Assets	\$ 6,017,955,821	\$ 5,748,669,056	\$ 5,787,214,407	\$ 6,036,128,767
Daily Average Net Assets YTD	\$ 6,427,609,560	\$ 6,342,741,997	\$ 6,281,016,709	\$ 6,256,527,915
12-Month Rolling DANA	\$ 5,921,423,978	\$ 5,964,220,363	\$ 6,034,618,064	\$ 6,118,569,120
Investments	\$ 3,005,029,329	\$ 3,077,535,280	\$ 3,084,359,644	\$ 3,038,536,995
Loans to Members and Third Parties	\$ 15,894,201	\$ 14,679,733	\$ 30,711,561	\$ 26,297,387
Member Shares	\$ 5,006,233,605	\$ 5,674,841,153	\$ 5,118,536,411	\$ 5,055,623,723
Reserves & Undivided Earnings	\$ 370,914,517	\$ 371,796,178	\$ 373,803,675	\$ 374,717,368

Balance Sheet

Assets	October 2024	October 2023
Investments:		
Investment in CUSOs	\$ 8,782,080	\$ 8,980,020
Investment in FHLB - Stock	4,230,100	4,718,600
Federal Reserve	2,513,134,222	1,598,396,938
Bank and Credit Union Deposits	22,877,708	16,159,390
Asset-Backed Securities - Non-Mortgage	356,116,966	224,777,939
U.S. GSE Securities - Notes	79,548,116	79,412,186
U.S. GSE Securities - CMO	625,953,803	472,482,322
U.S. GSE Securities - MBS	109,850,700	30,742,660
U.S. Gov't. Agency Securities - GNMA	168,975,942	17,770,890
U.S. Gov't. Agency Securities - SBA	1,524,167,649	1,614,124,193
U.S. Treasuries	138,033,932	350,206,112
Loans	26,297,387	79,534,439
Receivables	87,148,117	52,502,203
Accrued Income/Prepaid Expense	25,716,350	29,683,954
Fixed Assets	4,853,775	6,512,942
Other Assets	36,149,605	40,080,168
Total Assets	\$ 5,731,836,453	\$ 4,626,084,956

Liabilities & Equity	October 2024	October 2023
Other Liabilities	\$ 78,464,973	\$ 68,573,472
Dividends/Interest Payable	0	1,490,411
Accounts Payable	2,482,779	1,104,026
Notes Payable	0	500,000,000
Shares	4,801,965,467	3,129,499,106
Certificates	253,658,255	378,406,205
Total Shares	\$ 5,055,623,723	\$ 3,507,905,312
Non-Perpetual Capital Accounts (NCA)	8,332,575	8,332,575
Perpetual Contributed Capital (PCC)	222,613,284	216,763,055
Reserves & Undivided Earnings	352,155,368	331,744,311
Equity Acquired in Merger	22,562,000	22,562,000
Accumulated Other Comprehensive Loss	(10,398,248)	(32,390,205)
Total Equity	\$ 595,264,979	\$ 547,011,736
Total Liabilities & Equity	\$ 5,731,836,453	\$ 4,626,084,956

unaudited financials

Liquidity Position

Liquidity as of October 31, 2024

Total Available Liquidity Sources	\$	5,180,040,792
Total Liquidity Uses	\$	-
Net Available Liquidity	\$	5,180,040,792

Interest Rate Risk

Base/Current Rate Environment

Net Economic Value (NEV):	\$	596,857,769
NEV Ratio:		10.4%

Regulation 704 Operating Level

Base Plus

Up 300bps Rate Environment

Net Economic Value (NEV):	\$	534,870,723
NEV Ratio:		9.5%
Percentage Change:		-10.4%

Regulation 704 Limits (+300 bps)

Min Value:	\$	477,486,215
Min Value:		2.00%
Max NEV Fluctuation:		-20.00%

Down 300bps Rate Environment

Net Economic Value (NEV):	\$	642,425,787
NEV Ratio:		11.1%
Percentage Change:		7.6%

Required Credit Analysis Under Regulation 703

Except for investments that are issued or fully guaranteed as to principal and interest by the U.S. Government or its agencies, enterprises or corporations or fully insured (including accumulated interest) by the National Credit Union Administration or the Federal Deposit Insurance Corporation, you must conduct and document a credit analysis of the issuing entity and/or investment before you purchase the investment. You must update the analysis at least annually as long as you hold the investment.

Retain this report as part of the credit analysis required under Regulation 703.

Financial Soundness Report

Our highest priority will remain the financial strength and safety of the organization and transparency in the reporting of our financial condition. We are grateful to our members for their continued support and for the trust you place in us. If you have any questions, please do not hesitate to contact us.

Fred Eisel, President & CEO
Mark Brown, SVP/CFO

For more information concerning the content in this unaudited financial report, please contact Vizo Financial at (800) 622-7494.



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