July 29, 2022

FOR IMMEDIATE RELEASE:

Office of Finance Announces Second Quarter 2022 Combined Operating Highlights for the Federal Home Loan Banks

The second quarter 2022 combined operating highlights are prepared from the preliminary unaudited financial information of each Federal Home Loan Bank (FHLBank) and are subject to change. The combined and individual FHLBank statement of condition and statement of income highlights are attached as Tables I and II. Each of the FHLBanks has released its unaudited financial results for the period ended June 30, 2022, and filed a Form 8-K with the U.S. Securities and Exchange Commission.

Combined Highlights

Net income was $607 million and $1,109 million for the three and six months ended June 30, 2022, increases of 49% and 22% compared to the three and six months ended June 30, 2021. As of June 30, 2022, total assets were $946.7 billion, an increase of 31%, total liabilities were $891.1 billion, an increase of 32%, and total GAAP capital was $55.6 billion, an increase of 13%, compared to December 31, 2021.

Combined Financial Condition

(Dollars in millions)	June 30, 2022	December 31, 2021	Change
Assets			
Cash and due from banks	$ 4,641	$ 3,532	$ 1,109
Investments, net	362,231	308,471	53,760
Advances	518,883	351,278	167,605
Mortgage loans held for portfolio, net	55,753	55,497	256
Other assets, net	5,202	4,460	742
Total assets	**$ 946,710**	**$ 723,238**	**$ 223,472**
Liabilities			
Consolidated obligations			
Discount notes	$ 412,400	$ 210,897	$ 201,503
Bonds	457,347	441,024	16,323
Total consolidated obligations	**869,747**	**651,921**	**217,826**
Mandatorily redeemable capital stock	416	398	18
Other liabilities	20,964	21,797	(833)
Total liabilities	**891,127**	**674,116**	**217,011**
Capital			
Capital stock	32,362	25,065	7,297
Retained earnings	23,373	22,760	613
Accumulated other comprehensive income (loss)	(152)	1,297	(1,449)
Total capital (GAAP)	**55,583**	**49,122**	**6,461**
Total liabilities and capital	**$ 946,710**	**$ 723,238**	**$ 223,472**
Regulatory capital	**$ 56,151**	**$ 48,223**	**$ 7,928**
GAAP capital-to-assets ratio	**5.87 %**	**6.79 %**	**(0.92)%**
Regulatory capital-to-assets ratio	**5.93 %**	**6.67 %**	**(0.74)%**

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The FHLBanks' assets expand and contract as the needs of member financial institutions and their communities change over time. As of June 30, 2022, total assets increased 31%, total liabilities increased 32%, and total GAAP capital increased 13%, compared to December 31, 2021.

- Advances totaled $518.9 billion at June 30, 2022, an increase of 48% resulting primarily from an increase in short-term fixed-rate advances, driven by depository member demand for liquidity due to such factors as slowing deposit growth and an expectation of higher interest rates. Although advances increased substantially during the six months ended June 30, 2022, advances remained below pre-pandemic levels.
- Investments were $362.2 billion at June 30, 2022, an increase of 17% as the FHLBanks grew their investment portfolios to maintain liquidity in response to growth in advances and to continue to meet the credit needs of members.
- Mortgage loans held for portfolio were generally flat at June 30, 2022, totaling $55.8 billion.
- Consolidated obligations totaled $869.7 billion at June 30, 2022, an increase of 33% in line with the increase in total assets and consisting of a 96% increase in consolidated discount notes and a 4% increase in consolidated bonds.
- Capital stock was $32.4 billion at June 30, 2022, an increase of 29% due principally to the net issuance of activity-based capital stock, driven by the increase in advances, partially offset by the reclassification of capital stock to mandatorily redeemable capital stock.
- Retained earnings grew to $23.4 billion at June 30, 2022, an increase of 3% resulting principally from net income of $1,109 million, partially offset by dividends of $496 million.

Combined Results of Operations

	Three Months Ended June 30,			Six Months Ended June 30,		
(Dollars in millions)	2022	2021	Change	2022	2021	Change
Interest income						
Advances	$ 1,411	$ 665	$ 746	$ 2,045	$ 1,422	$ 623
Investments	1,044	602	442	1,643	1,293	350
Mortgage loans held for portfolio	397	336	61	779	711	68
Other interest income	1	—	1	1	1	—
Total interest income	**2,853**	**1,603**	**1,250**	**4,468**	**3,427**	**1,041**
Interest expense						
Consolidated obligations - Discount notes	629	46	583	716	131	585
Consolidated obligations - Bonds	1,121	623	498	1,670	1,323	347
Other interest expense	25	7	18	32	15	17
Total interest expense	**1,775**	**676**	**1,099**	**2,418**	**1,469**	**949**
Net interest income	**1,078**	**927**	**151**	**2,050**	**1,958**	**92**
Provision (reversal) for credit losses	6	—	6	6	(10)	16
Net interest income after provision (reversal) for credit losses	**1,072**	**927**	**145**	**2,044**	**1,968**	**76**
Non-interest income (loss)						
Net gains (losses) on investment securities	(253)	(119)	(134)	(733)	(424)	(309)
Net gains (losses) on financial instruments held under fair value option	144	5	139	216	(47)	263
Net gains (losses) on derivatives	62	(68)	130	345	110	235
Gains on litigation settlements, net	1	—	1	11	—	11
Other non-interest income (loss)	13	62	(49)	66	116	(50)
Total non-interest income (loss)	**(33)**	**(120)**	**87**	**(95)**	**(245)**	**150**
Non-interest expense	363	353	10	715	711	4
Affordable Housing Program assessments	69	46	23	125	103	22
Net income	**$ 607**	**$ 408**	**$ 199**	**$ 1,109**	**$ 909**	**$ 200**
Net interest margin	**0.50 %**	**0.49 %**	**0.01 %**	**0.51 %**	**0.51 %**	**—**

Net income was $607 million and $1,109 million for the three and six months ended June 30, 2022, increases of 49% and 22% compared to the three and six months ended June 30, 2021, resulting primarily from higher net interest income and lower losses in non-interest income.

Net interest income was $1,078 million and $2,050 million for the three and six months ended June 30, 2022, increases of 16% and 5% compared to the three and six months ended June 30, 2021. Net interest margin was 0.50% and 0.51% for the three and six months ended June 30, 2022, generally in line with net interest margin for the three and six months ended June 30, 2021.

- Interest income was $2,853 million and $4,468 million for the three and six months ended June 30, 2022, increases of 78% and 30% compared to the three and six months ended June 30, 2021, driven by increases in the average yields on interest-earning assets. The average yields on interest-earning assets were 1.33% and 1.12% for the three and six months ended June 30, 2022, increases of 48 and 23 basis points compared to the three and six months ended June 30, 2021. Although significantly higher interest rates were the primary factor affecting interest income, higher average balances of advances were also a contributing factor. The average balances of advances were $485.9 billion and $440.6 billion for the three and six months ended June 30, 2022, increases of 20% and 7% compared to the three and six months ended June 30, 2021.
- Interest expense was $1,775 million and $2,418 million for the three and six months ended June 30, 2022, increases of 163% and 65% compared to the three and six months ended June 30, 2021, driven by the higher average rates on consolidated obligations. The average rates on consolidated obligations were 0.89% and 0.66% for the three and six months ended June 30, 2022, increases of 50 and 25 basis points compared to the three and six months ended June 30, 2021. The significantly higher interest rates were the primary factor affecting interest expense, and higher average balances of consolidated obligations were also a contributing factor. The average balances of consolidated obligations were $785.3 billion and $732.7 billion for the three and six months ended June 30, 2022, increases of 14% and 3% compared to the three and six months ended June 30, 2021.

Non-interest income was a loss of $33 million and a loss of $95 million for the three and six months ended June 30, 2022, resulting primarily from changes in the fair value of investment securities, derivatives, and financial instruments held under fair value option, driven by increases in interest rates. Non-interest income was a loss of $120 million and a loss of $245 million for the three and six months ended June 30, 2021.

Affordable Housing Program assessments result from individual FHLBank income subject to assessments. Affordable Housing Program assessments were $69 million and $125 million for the three and six months ended June 30, 2022, increases of 50% and 21% compared to the three and six months ended June 30, 2021.

About the FHLBanks

Each FHLBank manages its operations independently and is responsible for establishing its own accounting and financial reporting policies in accordance with GAAP. The accounting and financial reporting policies and practices of the individual FHLBanks are not always identical because different policies and presentations are permitted under GAAP in certain circumstances within a combined financial statement presentation.

The FHLBanks have delivered innovation and service to the U.S. housing market since 1932, and currently have approximately 6,500 members serving all 50 states, the District of Columbia, and U.S. territories. Please contact Tom Heinle at 703-467-3646 or theinle@fhlb-of.com for additional information.

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Statements contained in this release, including statements describing the objectives, projections, estimates, or future predictions of the FHLBanks and the Office of Finance, may be "forward-looking statements." These statements may use forward-looking terminology, such as "anticipates," "believes," "could," "estimates," "expects," "may," "should," "will," "would," or their negatives or other variations on these terms. Investors should note that forward-looking statements, by their nature, involve risks or uncertainties. Therefore, the actual results could differ materially from those expressed or implied in these forward-looking statements or could affect the extent to which a particular objective, projection, estimate, or prediction is realized. These forward-looking statements involve risks and uncertainties including, but not limited to, the following: changes in the general economy; changes in interest rates and housing prices; size and volatility of the residential mortgage market; disruptions in the credit and debt markets and the effect on the FHLBanks' funding costs, sources, and availability; levels and volatility of market prices, rates, and indices that could affect the value of investments or collateral held by the FHLBanks as security; monetary and fiscal policies; the COVID-19 pandemic or other widespread health emergencies; geopolitical instability or conflicts; demand for FHLBank advances; competitive forces, including other sources of funding available to FHLBank members; and changes in investor demand for consolidated obligations. Investors are encouraged to consider these and other risks and uncertainties that are discussed in periodic combined financial reports posted on the Office of Finance web site, www.fhlb-of.com, and in reports filed by each FHLBank with the U. S. Securities and Exchange Commission. Any duty to update these forward-looking statements is disclaimed.

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FHLBanks Office of Finance

Table I - Statement of Condition Highlights

Unaudited

(Dollars in millions)	Combined(1) June 30, 2022	Combined(1) December 31, 2021	Boston June 30, 2022	Boston December 31, 2021	New York June 30, 2022	New York December 31, 2021	Pittsburgh June 30, 2022	Pittsburgh December 31, 2021	Atlanta June 30, 2022	Atlanta December 31, 2021	Cincinnati June 30, 2022	Cincinnati December 31, 2021
Cash and due from banks	$ 4,641	$ 3,532	$ 66	$ 205	$ 164	$ 22	$ 371	$ 428	$ 882	$ 879	$ 2,885	$ 168
Investments, net	362,231	308,471	28,255	16,372	32,920	30,802	21,324	18,098	43,861	31,821	36,508	29,392
Advances	518,883	351,278	30,318	12,340	80,062	71,536	35,244	14,124	72,320	45,415	55,771	23,055
Mortgage loans held for portfolio, net	55,753	55,497	2,897	3,120	2,175	2,320	4,658	4,676	131	149	7,400	7,588
Other assets	5,202	4,460	528	508	642	678	452	325	997	482	493	415
Total assets	**$ 946,710**	**$ 723,238**	**$ 62,064**	**$ 32,545**	**$ 115,963**	**$ 105,358**	**$ 62,049**	**$ 37,651**	**$ 118,191**	**$ 78,746**	**$ 103,057**	**$ 60,618**
Consolidated obligations												
Discount notes	$ 412,400	$ 210,897	$ 25,096	$ 2,275	$ 49,519	$ 42,197	$ 24,831	$ 10,494	$ 51,749	$ 25,506	$ 57,078	$ 29,838
Bonds	457,347	441,024	32,722	26,613	57,551	54,829	32,701	23,106	57,498	46,186	37,923	24,602
Total consolidated obligations	869,747	651,921	57,818	28,888	107,070	97,026	57,532	33,600	109,247	71,692	95,001	54,440
Mandatorily redeemable capital stock	416	398	11	14	8	2	22	22	—	1	20	21
Other liabilities	20,964	21,797	1,287	1,112	2,122	1,884	998	1,295	3,302	2,458	2,341	2,361
Total liabilities	**891,127**	**674,116**	**59,116**	**30,014**	**109,200**	**98,912**	**58,552**	**34,917**	**112,549**	**74,151**	**97,362**	**56,822**
Capital stock	32,362	25,065	1,557	954	4,939	4,501	2,063	1,227	3,442	2,383	4,414	2,490
Retained earnings	23,373	22,760	1,607	1,548	1,963	1,931	1,430	1,398	2,246	2,228	1,314	1,293
Accumulated other comprehensive income (loss)	(152)	1,297	(216)	29	(139)	14	4	109	(46)	(16)	(33)	13
Total capital (GAAP)	**55,583**	**49,122**	**2,948**	**2,531**	**6,763**	**6,446**	**3,497**	**2,734**	**5,642**	**4,595**	**5,695**	**3,796**
Total liabilities and capital	**$ 946,710**	**$ 723,238**	**$ 62,064**	**$ 32,545**	**$ 115,963**	**$ 105,358**	**$ 62,049**	**$ 37,651**	**$ 118,191**	**$ 78,746**	**$ 103,057**	**$ 60,618**
Regulatory capital	**$ 56,151**	**$ 48,223**	**$ 3,175**	**$ 2,516**	**$ 6,910**	**$ 6,434**	**$ 3,515**	**$ 2,648**	**$ 5,689**	**$ 4,612**	**$ 5,748**	**$ 3,804**

	Indianapolis June 30, 2022	Indianapolis December 31, 2021	Chicago June 30, 2022	Chicago December 31, 2021	Des Moines June 30, 2022	Des Moines December 31, 2021	Dallas June 30, 2022	Dallas December 31, 2021	Topeka June 30, 2022	Topeka December 31, 2021	San Francisco June 30, 2022	San Francisco December 31, 2021
Cash and due from banks	$ 60	$ 868	$ 49	$ 45	$ 50	$ 295	$ 30	$ 543	$ 31	$ 26	$ 54	$ 55
Investments, net	25,434	23,601	41,717	38,583	32,753	33,442	37,053	34,653	19,367	16,058	43,153	35,768
Advances	30,507	27,498	52,811	48,049	52,731	44,111	36,376	24,637	29,523	23,484	43,221	17,027
Mortgage loans held for portfolio, net	7,730	7,616	9,953	9,843	7,940	7,578	3,986	3,491	8,019	8,135	863	980
Other assets	535	422	624	434	494	426	270	164	559	318	311	291
Total assets	**$ 64,266**	**$ 60,005**	**$ 105,154**	**$ 96,954**	**$ 93,968**	**$ 85,852**	**$ 77,715**	**$ 63,488**	**$ 57,499**	**$ 48,021**	**$ 87,602**	**$ 54,121**
Consolidated obligations												
Discount notes	$ 19,587	$ 12,116	$ 31,525	$ 24,563	$ 50,185	$ 22,348	$ 29,623	$ 11,003	$ 20,076	$ 6,569	$ 53,132	$ 23,987
Bonds	39,462	42,362	64,519	63,373	35,130	55,205	40,944	44,514	32,928	37,630	26,076	22,716
Total consolidated obligations	59,049	54,478	96,044	87,936	85,315	77,553	70,567	55,517	53,004	44,199	79,208	46,703
Mandatorily redeemable capital stock	46	50	273	247	17	29	14	7	1	1	5	3
Other liabilities	1,695	1,921	1,951	2,019	2,331	2,432	2,502	4,030	1,498	1,106	1,645	1,191
Total liabilities	**60,790**	**56,449**	**98,268**	**90,202**	**87,663**	**80,014**	**73,083**	**59,554**	**54,503**	**45,306**	**80,858**	**47,897**
Capital stock	2,251	2,246	2,445	2,149	3,876	3,364	2,798	2,193	1,821	1,499	2,754	2,061
Retained earnings	1,211	1,177	4,401	4,261	2,458	2,390	1,657	1,558	1,198	1,143	3,890	3,832
Accumulated other comprehensive income (loss)	14	133	40	342	(29)	84	177	183	(23)	73	100	331
Total capital (GAAP)	**3,476**	**3,556**	**6,886**	**6,752**	**6,305**	**5,838**	**4,632**	**3,934**	**2,996**	**2,715**	**6,744**	**6,224**
Total liabilities and capital	**$ 64,266**	**$ 60,005**	**$ 105,154**	**$ 96,954**	**$ 93,968**	**$ 85,852**	**$ 77,715**	**$ 63,488**	**$ 57,499**	**$ 48,021**	**$ 87,602**	**$ 54,121**
Regulatory capital	**$ 3,508**	**$ 3,473**	**$ 7,119**	**$ 6,656**	**$ 6,351**	**$ 5,783**	**$ 4,469**	**$ 3,758**	**$ 3,019**	**$ 2,643**	**$ 6,649**	**$ 5,896**

(1) The sum of the individual FHLBank statement of condition amounts may not agree to the combined statement of condition amounts due to combining adjustments.

FHLBanks Office of Finance

Table II - Statement of Income Highlights

Unaudited

Three Months Ended June 30,

(Dollars in millions)	Combined[1] 2022	Combined[1] 2021	Boston 2022	Boston 2021	New York 2022	New York 2021	Pittsburgh 2022	Pittsburgh 2021	Atlanta 2022	Atlanta 2021	Cincinnati 2022	Cincinnati 2021
Net interest income after provision (reversal) for credit losses	$ 1,072	$ 927	$ 70	$ 44	$ 147	$ 145	$ 65	$ 40	$ 71	$ 94	$ 71	$ 66
Non-interest income (loss)	(33)	(120)	4	(13)	(15)	(10)	—	(4)	—	4	—	(41)
Non-interest expense	363	353	28	24	47	52	24	22	41	35	26	25
Affordable Housing Program assessments	69	46	5	1	9	8	4	2	3	7	4	—
Net income	**$ 607**	**$ 408**	**$ 41**	**$ 6**	**$ 76**	**$ 75**	**$ 37**	**$ 12**	**$ 27**	**$ 56**	**$ 41**	**$ —**

	Indianapolis 2022	Indianapolis 2021	Chicago 2022	Chicago 2021	Des Moines 2022	Des Moines 2021	Dallas 2022	Dallas 2021	Topeka 2022	Topeka 2021	San Francisco 2022	San Francisco 2021
Net interest income after provision (reversal) for credit losses	$ 63	$ 58	$ 154	$ 152	$ 124	$ 90	$ 102	$ 51	$ 84	$ 65	$ 123	$ 127
Non-interest income (loss)	(2)	(10)	5	(10)	25	(1)	(6)	6	(8)	(9)	(31)	(26)
Non-interest expense	25	29	58	55	39	36	23	26	20	19	38	39
Affordable Housing Program assessments	4	2	10	9	11	6	7	3	5	4	6	7
Net income	**$ 32**	**$ 17**	**$ 91**	**$ 78**	**$ 99**	**$ 47**	**$ 66**	**$ 28**	**$ 51**	**$ 33**	**$ 48**	**$ 55**

Six Months Ended June 30,

(Dollars in millions)	Combined[1] 2022	Combined[1] 2021	Boston 2022	Boston 2021	New York 2022	New York 2021	Pittsburgh 2022	Pittsburgh 2021	Atlanta 2022	Atlanta 2021	Cincinnati 2022	Cincinnati 2021
Net interest income after provision (reversal) for credit losses	$ 2,044	$ 1,968	$ 129	$ 105	$ 269	$ 305	$ 108	$ 98	$ 139	$ 173	$ 152	$ 142
Non-interest income (loss)	(95)	(245)	5	(29)	(28)	(43)	—	6	6	8	(37)	(73)
Non-interest expense	715	711	57	46	93	99	46	48	75	71	52	48
Affordable Housing Program assessments	125	103	8	3	15	16	6	6	7	11	6	2
Net income	**$ 1,109**	**$ 909**	**$ 69**	**$ 27**	**$ 133**	**$ 147**	**$ 56**	**$ 50**	**$ 63**	**$ 99**	**$ 57**	**$ 19**

	Indianapolis 2022	Indianapolis 2021	Chicago 2022	Chicago 2021	Des Moines 2022	Des Moines 2021	Dallas 2022	Dallas 2021	Topeka 2022	Topeka 2021	San Francisco 2022	San Francisco 2021
Net interest income after provision (reversal) for credit losses	$ 128	$ 132	$ 308	$ 262	$ 221	$ 201	$ 192	$ 131	$ 169	$ 138	$ 229	$ 291
Non-interest income (loss)	(9)	(23)	15	(23)	25	1	(27)	4	(17)	(15)	(13)	(47)
Non-interest expense	51	57	116	116	76	76	47	51	40	37	76	78
Affordable Housing Program assessments	7	5	21	13	17	13	11	8	11	9	14	17
Net income	**$ 61**	**$ 47**	**$ 186**	**$ 110**	**$ 153**	**$ 113**	**$ 107**	**$ 76**	**$ 101**	**$ 77**	**$ 126**	**$ 149**

(1) The sum of the individual FHLBank statement of income amounts may not agree to the combined statement of income amounts due to combining adjustments.