October 29, 2010

FOR IMMEDIATE RELEASE:

Office of Finance Announces Preliminary Unaudited Third Quarter 2010 Combined Operating Highlights for the Federal Home Loan Banks

These highlights have been prepared from the unaudited financial information of each Federal Home Loan Bank (FHLBank) and are subject to change. This announcement also contains unaudited balance sheet and income statement highlights as of and for the three- and nine-month periods ended September 30, 2010 and comparative periods.

Each of the FHLBanks has announced preliminary unaudited financial highlights for the third quarter of 2010, filing a Form 8-K with the SEC that can be viewed, along with current financial reports and other SEC filings for individual FHLBanks, by searching the SEC's EDGAR database. Individual and combined FHLBank balance sheet and income statement highlights are attached as Tables I, II and III to this press release.

Balance Sheet and Capital Highlights

Combined total assets were $904 billion at September 30, 2010, a decrease of 11% from $1,016 billion at December 31, 2009.

(Dollars in billions)	September 30, 2010	December 31, 2009	Variance $	Variance %
Advances	$ 500	$ 631	$ (131)	(21)%
Investments	331	284	47	16 %
Mortgage loans held for portfolio, net	64	71	(7)	(10)%
Total assets	904	1,016	(112)	(11)%
Consolidated discount notes	184	199	(15)	(7)%
Consolidated bonds	630	736	(106)	(14)%
Consolidated obligations, net	814	935	(121)	(13)%
GAAP capital	44	43	1	4 %
Regulatory capital	58	60	(2)	(3)%

Advances declined during the first nine months of 2010 primarily due to high deposit levels at member financial institutions, low loan demand by FHLBank members and continued availability of alternative funding sources. As advances declined, FHLBanks generally deployed excess funds by investing in other assets and reducing debt outstanding.

The increase in investments is primarily attributable to growth in short-term investments and investments in other U.S. obligations and government-sponsored enterprises, offset by a decrease in private-label mortgage-backed securities (MBS) and certificates of deposit. Mortgage loans decreased as maturities and prepayments continued to outpace purchase volumes.

Total consolidated obligations outstanding declined $121 billion to $814 billion at September 30, 2010 from $935 billion at December 31, 2009 due to reduced member funding needs. This decline was primarily driven by the maturity or early extinguishment of consolidated bonds as advances matured or were prepaid.

Total combined GAAP capital and regulatory capital were $44 billion and $58 billion at September 30, 2010 and $43 billion and $60 billion at December 31, 2009. The difference between GAAP capital and regulatory capital relates primarily to accumulated other comprehensive income (loss), which is excluded from regulatory capital, and mandatorily redeemable capital stock (MRCS), which is included in regulatory capital. Total combined GAAP capital increased $1 billion, due to improvement in combined accumulated other comprehensive income (loss) and an increase in combined retained earnings, offset by a decrease in combined capital stock outstanding. Total combined regulatory capital decreased $2 billion due to a decrease in combined MRCS, as a result of redemptions and a decrease in combined capital stock outstanding, offset by an increase in combined retained earnings.

Operating Results

Net Income (Loss)

Combined net income for the three-month period ended September 30, 2010 increased $897 million to $732 million from a combined net loss of $165 million for the three-month period ended September 30, 2009. Combined net income for the nine-month period ended September 30, 2010 increased $80 million to $1,383 million from $1,303 million for the nine-month period ended September 30, 2009. The changes in combined net income are primarily driven by the reductions in net other-than-temporary impairment losses, changes in other non-interest (loss) income and changes in total assessments.

	For the Three Months Ended September 30,			For the Nine Months Ended September 30,		
(Dollars in millions)	2010	2009	Variance	2010	2009	Variance
Net interest income after provision for credit losses	$ 1,393	$ 1,357	$ 36	$3,935	$4,086	$ (151)
Net other-than-temporary impairment losses	(178)	(1,042)	864	(906)	(1,995)	1,089
Other non-interest (loss) income	(31)	(203)	172	(531)	526	(1,057)
Total other expense	(228)	(220)	(8)	(624)	(684)	60
Total assessments	(224)	(57)	(167)	(491)	(630)	139
Net income (loss)	$ 732	$(165)	$ 897	$1,383	$1,303	$ 80

Net Interest Income

During the three-month period ended September 30, 2010, the FHLBanks experienced an increase in combined net interest income after provision for credit losses. This increase is the result of an improvement in the combined net interest margin, through higher prepayment fees and lower funding costs, partially offset by a decrease in interest-bearing assets, primarily advances.

During the nine-month period ended September 30, 2010, the FHLBanks experienced a decline in combined net interest income after provision for credit losses. This decline is the result of a net decrease in interest-bearing assets, primarily advances, partially offset by improvement in the combined net interest margin, through lower funding costs and higher prepayment fees. The following table presents yields on interest-earning assets, interest-bearing liabilities, and the net interest spread and margin.

	For the Three Months Ended September 30,			For the Nine Months Ended September 30,		
	2010	**2009**	**Variance**	**2010**	**2009**	**Variance**
Total interest-earning assets	1.61%	1.62%	(0.01)%	1.54%	1.88%	(0.34)%
Total interest-bearing liabilities	1.08%	1.21%	(0.13)%	1.07%	1.51%	(0.44)%
Net interest spread	0.53%	0.41%	0.12 %	0.47%	0.37%	0.10 %
Net interest margin	0.60%	0.49%	0.11 %	0.54%	0.46%	0.08 %

Net Other-Than-Temporary Impairment Losses

On a combined basis, the FHLBanks recognized $178 million and $906 million of credit-related OTTI charges on private-label MBS during the three- and nine-month periods ended September 30, 2010, and $1,042 million and $1,995 million of credit-related OTTI charges during the three- and nine-month periods ended September 30, 2009. Each quarter, the FHLBanks update their OTTI analyses to reflect loan performance and current housing market assumptions in their collateral loss models, which generate these projected losses.

Other Non-Interest (Loss) Income

On a combined basis, the FHLBanks recognized ($32) million and ($531) million of other non-interest losses during the three- and nine-month periods ended September 30, 2010 compared to other non-interest (loss) income of ($203) million and $526 million for the corresponding periods one year ago. Other non-interest (loss) income and its components are subject to market influences and individual FHLBank asset and liability management performance.

(Dollars in millions)	For the Three Months Ended September 30, 2010	2009	Variance	For the Nine Months Ended September 30, 2010	2009	Variance
Net gains (losses) on advances, consolidated obligations and other liabilities held under fair value option	$ 67	$ (68)	$ 135	$ (75)	$ (435)	$ 360
Net (losses) gains on derivatives and hedging activities	(128)	(196)	68	(706)	983	(1,689)
Net gains (losses) on trading securities	79	43	36	265	(36)	301
Other, net	(49)	18	(67)	(15)	14	(29)
Total other non-interest (loss) income	$ (31)	$ (203)	$ 172	$ (531)	$ 526	$(1,057)

Total Assessments

For the three- and nine-month periods ended September 30, 2010, the FHLBanks recognized total assessment expense of $224 million and $491 million, compared to total assessment expense of $57 million and $630 million for the corresponding periods one year ago. The components of total assessments are Affordable Housing Program (AHP) and REFCORP assessments.

The FHLBank Act requires each FHLBank to establish an AHP. On a combined basis, the FHLBanks recognized expense of $70 million and $153 million related to the AHP for the three- and nine-month periods ended September 30, 2010, compared to expense of $19 million and $196 million for the corresponding periods one year ago.

About the FHLBanks

The primary purpose of the FHLBanks is to ensure the flow of credit and other services for housing and community development to member financial institutions. This liquidity serves the public by enhancing the availability of residential mortgage and community investment funds. As cooperatives, the FHLBanks seek to maintain a balance between their public policy mission and their obligation to provide adequate returns on the capital supplied by members. The FHLBanks achieve this balance by delivering low-cost financing, providing members a viable alternative to the secondary mortgage market through their mortgage programs, and through the payment of dividends. Each FHLBank also helps members with other local housing and community development needs through self-funded affordable housing programs.

Each individual FHLBank manages its operations independently and is responsible for establishing its own accounting and financial reporting policies in accordance with generally accepted accounting principles in the United States of America. 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 over 7,900 members in all 50 states, the District of Columbia, American Samoa, Guam, Puerto Rico and the U.S. Virgin Islands. Please contact Mike Ciota at 703-467-3608 (ciota@fhlb-of.com) for additional information.

Statements contained in this release may be "forward-looking statements." These statements may use forward-looking terminology, such as "anticipates," "believes," "could," "estimates," "may," "should," "will," or their negatives or other variations on these terms. By their nature, these forward-looking statements, including those related to financial performance, publication of financial reports and private-label mortgage-backed securities investments, are subject to risks and uncertainties related to the operations of the FHLBanks and the business environment, all of which are difficult to predict and many of which are beyond the control of the FHLBanks. These risks and uncertainties could cause actual results to differ materially from those expressed or implied in forward-looking statements or could affect the extent to which a particular objective, projection, estimate, or prediction is realized. Such risks and uncertainties include the following: changes in interest rates; housing prices; employment rates and the general economy; the size and volatility of the residential mortgage market; demand for FHLBank advances; volatility of market prices, rates, and indices or other factors, including natural disasters, that could affect the value of investments or collateral held by the FHLBanks as security; political events, including legislative, regulatory, judicial or other developments that affect the FHLBanks, their members, counterparties and/or investors in the consolidated obligations of the FHLBanks; competitive forces, including other sources of funding available to FHLBank members, and the ability to attract and retain skilled individuals; the pace of technological change and the ability to develop and support technology and information systems; changes in investor demand for consolidated obligations and/or the terms of interest-rate exchange agreements and similar agreements; the application of accounting rules, such as accounting for derivatives and other-than-temporary impairment; and the ability to introduce new FHLBank products and services and successfully manage the risks associated with those products and services. 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 Securities and Exchange Commission. Any duty to update these forward-looking statements is hereby disclaimed.

FHLBanks Office of Finance **DRAFT**

Table I to October 29, 2010 Press Release

Balance Sheet Highlights

Unaudited

(Dollar amounts in millions)

	Combined [1]		Boston		New York		Pittsburgh		Atlanta		Cincinnati		Indianapolis	
	September 30, 2010	December 31, 2009	September 30, 2010	December 31, 2009	September 30, 2010	December 31, 2009	September 30, 2010	December 31, 2009	September 30, 2010	December 31, 2009	September 30, 2010	December 31, 2009	September 30, 2010	December 31, 2009
Investments [2]	$ 330,758	$ 284,351	$ 28,283	$ 20,947	$ 15,691	$ 16,222	$ 18,299	$ 17,173	$ 39,126	$ 32,940	$ 27,462	$ 24,193	$ 19,294	$ 14,994
Advances	499,616	631,159	30,205	37,591	85,697	94,349	31,595	41,177	99,425	114,580	30,375	35,818	18,914	22,443
Mortgage loans held for portfolio, net	64,301	71,437	3,274	3,506	1,268	1,317	4,741	5,163	2,194	2,522	8,328	9,366	6,487	7,272
Total assets	903,574	1,015,583	62,003	62,487	103,094	114,461	55,140	65,291	141,492	151,311	66,379	71,387	44,862	46,599
Consolidated obligations, net	813,938	934,876	56,783	57,687	92,707	104,836	48,653	59,313	125,541	138,577	59,972	64,409	40,276	42,158
Capital stock	43,385	44,982	3,662	3,643	4,664	5,059	4,147	4,018	7,480	8,124	3,109	3,063	1,733	1,726
Retained earnings	7,020	6,033	225	142	701	689	376	389	1,051	873	425	412	395	349
Total accumulated other comprehensive (loss) income	(6,057)	(8,206)	(712)	(1,021)	(98)	(145)	(259)	(694)	(451)	(744)	(8)	(8)	(254)	(329)
Total GAAP capital	44,348	42,809	3,175	2,764	5,267	5,603	4,264	3,713	8,080	8,253	3,526	3,467	1,874	1,746

	Chicago		Des Moines		Dallas		Topeka		San Francisco		Seattle	
	September 30, 2010	December 31, 2009	September 30, 2010	December 31, 2009	September 30, 2010	December 31, 2009	September 30, 2010	December 31, 2009	September 30, 2010	December 31, 2009	September 30, 2010	December 31, 2009
Investments [2]	$ 49,264	$ 36,793	$ 20,240	$ 20,790	$ 19,386	$ 13,492	$ 13,371	$ 16,348	$ 49,769	$ 47,006	$ 30,797	$ 23,817
Advances	18,803	24,148	32,014	35,720	27,341	47,263	20,506	22,254	89,327	133,559	15,414	22,257
Mortgage loans held for portfolio, net	20,134	23,838	7,549	7,717	222	259	3,937	3,334	2,623	3,037	3,544	4,106
Total assets	88,626	88,074	60,068	64,657	51,644	65,092	38,001	42,632	142,695	192,862	49,914	51,094
Consolidated obligations, net	79,331	80,364	54,989	59,912	45,221	60,278	33,830	39,112	129,902	180,299	46,976	48,264
Capital stock	2,318	2,328	2,296	2,461	1,836	2,532	1,471	1,603	8,875	8,575	1,794	1,850
Retained earnings	967	708	529	484	432	356	327	355	1,478	1,239	76	52
Total accumulated other comprehensive (loss) income	(418)	(658)	147	(34)	(58)	(66)	(22)	(12)	(3,152)	(3,584)	(770)	(909)
Total GAAP capital	2,867	2,378	2,972	2,911	2,210	2,822	1,776	1,946	7,201	6,230	1,100	993

The table below presents individual FHLBank regulatory capital as of September 30, 2010. The difference between GAAP capital and regulatory capital relates primarily to accumulated other comprehensive income (loss), which is excluded from regulatory capital, and mandatorily redeemable capital stock (MRCS), which is included in regulatory capital.

Total Regulatory Capital at 9/30/10			
Boston	$ 3,974	Chicago	$ 4,796
New York	5,438	Des Moines	2,830
Pittsburgh	4,559	Dallas	2,274
Atlanta	9,022	Topeka	1,824
Cincinnati	3,903	San Francisco	13,980
Indianapolis	2,911	Seattle	2,875

(1) The sum of the individual FHLBank balance sheet amounts may not agree to the combined balance sheet amounts due to interbank combining adjustments.

(2) Investments consist of interest-bearing deposits, securities purchased under agreements to resell, federal funds sold, trading securities, available-for-sale securities and held-to-maturity securities.

FHLBanks Office of Finance
Table II to October 29, 2010 Press Release
Income Statement Highlights
Unaudited
(Dollar amounts in millions)

DRAFT

	Combined [1]		Boston		New York		Pittsburgh		Atlanta		Cincinnati		Indianapolis	
	For the Three Months Ended September 30,		For the Three Months Ended September 30,		For the Three Months Ended September 30,		For the Three Months Ended September 30,		For the Three Months Ended September 30,		For the Three Months Ended September 30,		For the Three Months Ended September 30,	
	2010	2009	2010	2009	2010	2009	2010	2009	2010	2009	2010	2009	2010	2009
Net interest income after provision for credit losses	$ 1,393	$ 1,357	$ 74	$ 81	$ 125	$ 154	$ 52	$ 67	$ 138	$ 102	$ 56	$ 91	$ 82	$ 66
Net other-than-temporary impairment losses	(178)	(1,042)	(6)	(174)	(3)	(4)	(7)	(94)	(14)	(129)				(24)
Other non-interest (loss) income	(31)	(203)	2	1	9	61	16		9	71	8	7	1	(3)
Total other expense	(228)	(220)	(14)	(13)	(23)	(20)	(16)	(16)	(32)	(29)	(14)	(14)	(14)	(10)
Total assessments	(224)	(57)	(15)		(29)	(51)		3	(27)	(4)	(14)	(23)	(18)	(8)
Net income (loss)	732	(165)	41	(105)	79	140	45	(40)	74	11	36	61	51	21

	Chicago		Des Moines		Dallas		Topeka		San Francisco		Seattle	
	For the Three Months Ended September 30,		For the Three Months Ended September 30,		For the Three Months Ended September 30,		For the Three Months Ended September 30,		For the Three Months Ended September 30,		For the Three Months Ended September 30,	
	2010	2009	2010	2009	2010	2009	2010	2009	2010	2009	2010	2009
Net interest income after provision for credit losses	$ 204	$ 143	$ 202	$ 58	$ 54	$ 33	$ 58	$ 59	$ 306	$ 458	$ 42	$ 48
Net other-than-temporary impairment losses	(76)	(169)				(2)			(56)	(316)	(16)	(130)
Other non-interest (loss) income	59	(116)	(137)	1		16	(24)	(15)	(30)	(227)	4	3
Total other expense	(28)	(31)	(12)	(11)	(17)	(23)	(11)	(10)	(33)	(31)	(16)	(14)
Total assessments	(42)	23	(14)	(13)	(10)	(6)	(1)	(9)	(50)	31	(4)	
Net income (loss)	117	(150)	39	35	27	18	22	25	137	(85)	10	(93)

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

FHLBanks Office of Finance **DRAFT**
Table III to October 29, 2010 Press Release
Income Statement Highlights
Unaudited
(Dollar amounts in millions)

	Combined [1]		Boston		New York		Pittsburgh		Atlanta		Cincinnati		Indianapolis	
	For the Nine Months Ended September 30,		For the Nine Months Ended September 30,		For the Nine Months Ended September 30,		For the Nine Months Ended September 30,		For the Nine Months Ended September 30,		For the Nine Months Ended September 30,		For the Nine Months Ended September 30,	
	2010	2009	2010	2009	2010	2009	2010	2009	2010	2009	2010	2009	2010	2009
Net interest income after provision for credit losses	$ 3,935	$ 4,086	$ 217	$ 222	$ 347	$ 584	$ 172	$ 197	$ 427	$ 242	$ 188	$ 313	$ 200	$ 207
Net other-than-temporary impairment losses	(906)	(1,995)	(59)	(371)	(8)	(14)	(146)	(164)	(132)	(264)			(68)	(45)
Other non-interest (loss) income	(531)	526	(2)	2	(13)	137	8	16	15	382	16	25	1	2
Total other expense	(624)	(684)	(43)	(46)	(68)	(60)	(47)	(81)	(42)	(86)	(39)	(39)	(37)	(32)
Total assessments	(491)	(630)	(30)		(69)	(172)			(71)	(73)	(45)	(80)	(26)	(36)
Net income (loss)	1,383	1,303	83	(193)	189	475	(13)	(32)	197	201	120	219	70	96

	Chicago		Des Moines		Dallas		Topeka		San Francisco		Seattle	
	For the Nine Months Ended September 30,		For the Nine Months Ended September 30,		For the Nine Months Ended September 30,		For the Nine Months Ended September 30,		For the Nine Months Ended September 30,		For the Nine Months Ended September 30,	
	2010	2009	2010	2009	2010	2009	2010	2009	2010	2009	2010	2009
Net interest income after provision for credit losses	$ 528	$ 441	$ 323	$ 130	$ 187	$ 25	$ 191	$ 196	$ 1,024	$ 1,375	$ 132	$ 170
Net other-than-temporary impairment losses	(147)	(379)			(2)	(3)	(4)		(258)	(492)	(82)	(263)
Other non-interest (loss) income	20	(59)	(172)	49	(21)	183	(150)	95	(308)	(326)	26	(12)
Total other expense	(82)	(89)	(38)	(36)	(52)	(57)	(34)	(31)	(104)	(93)	(43)	(39)
Total assessments	(85)		(30)	(38)	(30)	(39)	(1)	(69)	(95)	(123)	(9)	
Net income (loss)	234	(86)	83	105	82	109	2	191	259	341	24	(144)

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