



No.: **2003-16**
Date: **August 6, 2003**

FEDERAL HOUSING FINANCE BOARD

Amendments to the Capital Structure Plan of the Federal Home Loan Bank of San Francisco

WHEREAS, by Resolution Number 2002-35, dated June 12, 2002, the Federal Housing Finance Board (Finance Board) approved a capital structure plan (Plan) for the Federal Home Loan Bank of San Francisco (San Francisco Bank) in accordance with the Gramm-Leach-Bliley Act (GLB Act) and Finance Board regulations; and

WHEREAS, section 6(b)(2) of the Federal Home Loan Bank Act (Bank Act), as amended by the GLB Act, 12 U.S.C. § 1426(b)(2), requires the board of directors of each Federal Home Loan Bank to submit to the Finance Board for approval any modification to an approved capital structure plan; and

WHEREAS, on May 30, 2003, the board of directors of the San Francisco Bank approved changes to the Plan (Amendments), as described in the memorandum from the Office of Supervision and the Office of General Counsel dated July 21, 2003 (Memorandum); and

WHEREAS, the Board of Directors has considered the Amendments, the supporting material submitted by the San Francisco Bank, and the Memorandum analyzing the Amendments and recommends approval of the Amendments; and

WHEREAS, the Board of Directors has determined that the Plan, as amended, meets all statutory and regulatory requirements regarding capital structure, and does not compromise the safety and soundness of the San Francisco Bank or of the Federal Home Loan Bank System.

NOW, THEREFORE, IT IS RESOLVED that the Board of Directors hereby approves the Amendments pursuant to sections 2B(a)(1) and 6(b)(2) of the Bank Act, 12 U.S.C. §§ 1422b(a)(1) and 1426(b)(2), and Finance Board regulations, 12 C.F.R. § 933.1(c), subject to the terms of this Resolution; and

IT IS FURTHER RESOLVED, that this approval of the Amendments does not alter the ongoing obligation imposed on the San Francisco Bank by Resolution Number 2002-35 to notify the Finance Board promptly in the event the board of directors of the San Francisco Bank exercises its authority under sections IV.C or IV.D of the Plan to revise the applicable percentage of any stock purchase requirement, or under section IV.A.2 of the Plan to impose a stock assessment on shareholders.

By the Board of Directors of the Federal Housing Finance Board

/s/ John T. Korsmo

John T. Korsmo
Chairman