

FEDERAL HOUSING FINANCE BOARD

No. 90-55

Date : May 31, 1990

WHEREAS, pursuant to Section 11(c) of the Federal Home Loan Bank Act, as amended (the "Bank Act"), the Federal Housing Finance Board (the "Board") is authorized to issue consolidated Federal Home Loan Bank obligations which shall be the joint and several obligations of all the Federal Home Loan Banks, and shall be secured and be issued upon such terms and conditions as the Board may prescribe; and

WHEREAS, the Board, for the purpose of further accessing national and international funding sources, desires to authorize the reopenings of existing issues and the private placement of consolidated Federal Home Loan Bank bonds, denominated either in dollars or in a foreign currency or currencies or currency unit, such obligations being hereinafter referred to as the currency unit, such obligations being hereinafter referred to as the "Obligations," and to establish the terms and conditions under which the Board may issue and sell the Obligations, including, without limitation, the exchange into dollars of the funds raised by the sale of the Obligations; and

WHEREAS, the Board desires to delegate authority to establish the aggregate principal amount, the term and yield to maturity of the Obligations within certain defined parameters and to determine the other terms and conditions of the issue of the obligations and the reduction of the currency risk in connection therewith; and

WHEREAS, pursuant to Section 17(a) of the Bank Act, the Board is authorized to delegate performance of any function of the Board except with regard to promulgation of rules and regulations and adjudications;

NOW, THEREFORE, BE IT RESOLVED by the Board that

1. The Director, the Deputy Director, or the Manager Debt Management of the Office of Finance of the Federal Home Loan Banks (the "Director"), or either of them, be, and each hereby is, authorized in the name, and on behalf of the Board to engage in any activity relating to the borrowing of funds through the issuance and sale of the Obligations and to exchange the funds raised by the sale of the Obligations into dollars and to establish the principal amount, term, price, and interest rate of the Obligations, provided that:
  - a. the aggregate principal amount at maturity of any issuance of the Obligations shall not exceed \$300,000,000;
  - b. the interest rate paid by the Federal Home Loan Banks (including amounts payable under any currency exchange agreement) shall be not greater in the aggregate than one hundred (100) basis points above the yield on similar U.S. Treasury maturities or other indices at the time of pricing, as determined by the Director or the Deputy Director. If the

U.S. Treasury or other relevant securities markets are not open at the time of pricing, then such initial interest rate shall be not greater than one hundred (100) basis points above the yield on similar U.S. Treasury maturities or other indices as of the previous close of the market.

2. The Director, the Deputy Director, or the Manager Debt Management, be, and each hereby is, authorized in the name, and on behalf, of the Board to take or cause to be taken such actions as shall in the judgment of either of them be necessary or desirable to effect the purpose of this Resolution including:
  - a. the selection of, and negotiation, execution, and delivery of agreements with, domestic and/or foreign parties in connection with exchanging the proceeds of the sale of the Obligations into dollars, which agreements shall be in forms customarily entered into in connection with currency exchange agreements;
  - b. the execution and delivery of any document, instrument, or certificate prepared in connection with the issuance and sale of the Obligations and the execution and delivery of the currency exchange agreements; and,
  - c. such other actions as shall in the judgment of the Director, the Deputy Director, or the Manager Debt Management, be necessary, advisable, or proper and in furtherance of the intent and purposes of this Resolution authorizing the issuance of the Obligations and the execution and delivery of any currency exchange agreement.
3. As soon as practical after the pricing of the Obligations and the execution and delivery of the currency exchange agreements, the Director shall report to the Board the aggregate principal amount, the terms and the yield of the Obligations and the payments under any currency exchange agreement.
4. This resolution supersedes Federal Home Loan Bank Board Resolution 87-692 dated June 24, 1987.

By the Federal Housing Finance Board



Leonard H. O. Spearman, Jr.  
Executive Secretary to the Board and  
Managing Director