

No. : 92-396
Date: May 27, 1992

FEDERAL HOUSING FINANCE BOARD

Authority to Issue Federal Home Loan Bank
Consolidated Obligations

WHEREAS, by Federal Housing Finance Board ("Finance Board") Resolution No. 92-63, dated February 13, 1992, the Finance Board authorized the Board of Directors of the Office of Finance ("OF board") to approve the issuance of Federal Home Loan Bank ("FHLBank") consolidated bonds or notes ("consolidated obligations" or "COs") through May 31, 1992, or such earlier date that a formal plan of FHLBank System financing requirements for the remainder of the calendar year ended December 31, 1992, is presented to and approved by the Finance Board; and

WHEREAS, the OF board has requested that the Finance Board extend the authority in Finance Board Resolution No. 92-63 through June 30, 1992, in order to provide additional time for the OF board to resolve certain outstanding issues before presenting its formal plan of FHLBank System financing requirements to the Finance Board; and

WHEREAS, Finance Board Resolution No. 92-63 sets a maximum rate for COs based on their spread over certain specified indices; and

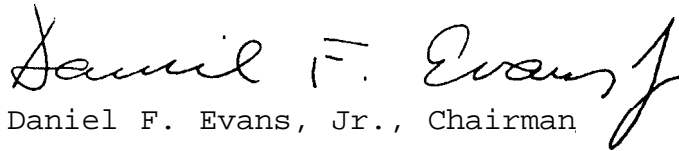
WHEREAS, this language may preclude the FHLBanks from taking advantage of certain debt structures that, while not stated as such, have the same effective all-in rate;

NOW, THEREFORE, BE IT RESOLVED, that subject to the conditions set forth in paragraphs 1, 2 and 3 of Finance Board Resolution No. 92-63, as amended by this resolution, the OF board is authorized to approve the offering, issuing, and, as necessary, the re-opening of FHLBank System COs in an aggregate amount not to exceed \$15 billion per calendar month, through the period ending June 30, 1992, or until such earlier date that a formal plan of FHLBank System financing requirements for the remainder of the calendar year ended December 31, 1992, is presented to and approved by the Finance Board;

RESOLVED FURTHER, that the Finance Board is amending the pricing language of Finance Board Resolution No. 92-63 to allow the OF board to approve the terms and conditions under which FHLBank COs will be issued, provided that the ultimate cost of funds raised through such COs shall not exceed the spreads over market indices identified in the resolution;

RESOLVED FURTHER, that the Finance Board, in its sole discretion may, at any time, revise or revoke the above authorizations.

By the Federal Housing Finance Board


Daniel F. Evans, Jr., Chairman