

OVERVIEW OF FEDERAL HOME LOAN BANKS

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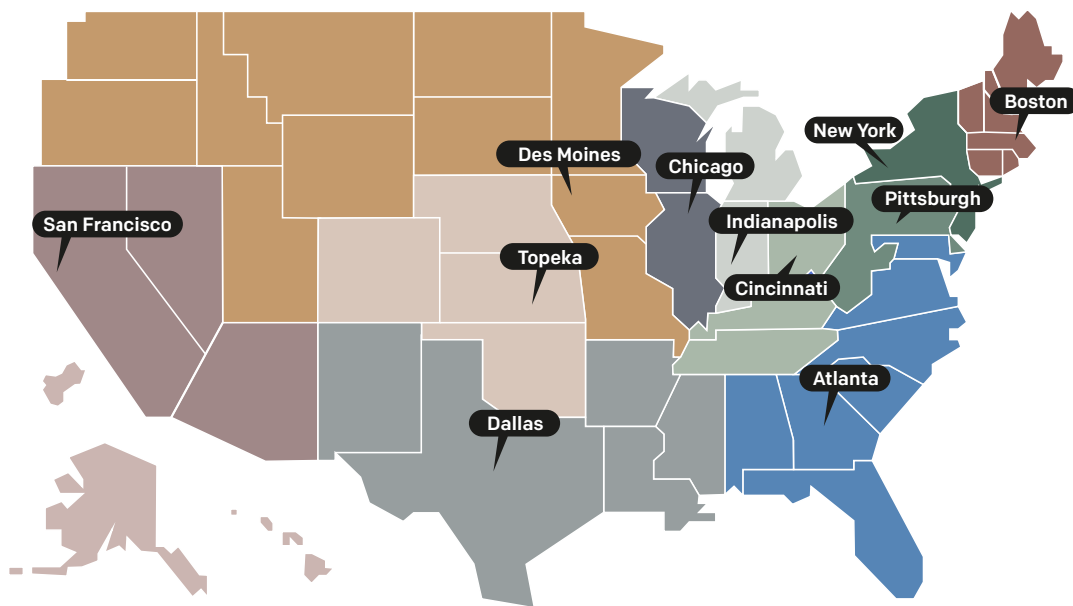
COOPERATIVELY OWNED
FEDERAL HOME LOAN BANKS
WERE CREATED BY CONGRESS
IN 1932

6,500

MEMBER FINANCIAL
INSTITUTIONS ACROSS THE
COUNTRY RELY ON FHLBANKS
FOR LIQUIDITY



MEMBERS INCLUDE BANKS, CREDIT
UNIONS, INSURANCE COMPANIES,
AND COMMUNITY DEVELOPMENT
FINANCIAL INSTITUTIONS (CDFIs)



FHLBanks are Self-Capitalizing Cooperatives

- Members purchase stock and fully collateralize their borrowing
- The capital structure of the FHLBanks allows them to expand and contract based on member liquidity needs

FHLBank Liquidity is Reliable

- It helps member financial institutions remain stable
- It increases the availability of credit for residential mortgages and community investment activities

FHLBanks are Safe and Sound

- No FHLBank has ever suffered a credit loss on a collateralized advance
- FHLBanks obtain funds by selling debt
- Each FHLBank is jointly and severally liable for the FHLBanks' consolidated obligations

FHLBanks Provide Access to the Capital Markets

- Community financial institutions rely on the FHLBanks for capital market access, which translates to lower funding costs

KEY ISSUES

FHLBank Membership – the presence of both large and small financial institutions among FHLBank members helps maintain a dynamic and attractive global market for FHLBank debt that should be preserved

- Any potential changes to laws governing FHLBank membership should first “do no harm” and focus on safety and soundness

FHLBank Advances – issuing advances is the core mission activity of the FHLBanks that provides safe and reliable funding for our members and should not be disturbed

- Advances are issued only after appropriate mission related collateral and creditworthiness are assessed
- Letters of credit are the functional equivalent of FHLBank advances and are a vital funding tool for community development that should be preserved

FHLBank Investment Authority – the ability of FHLBanks to prudently invest on behalf of our members helps us create liquidity and provide investment returns for our members and should be preserved

- Further limiting FHLBank investment authority would consolidate risk, reduce profitability, and reduce returns to FHLBank members, which would have a disproportionately negative impact on community financial institutions

FHLBank Commitment to Affordable Housing – through our members, the FHLBanks deliver critical funding that supports single-family and multifamily housing development, home purchases, local business growth, and economic development in communities across the country

- Since 1990, FHLBanks have provided \$7.3 billion in funding for the Affordable Housing Program (AHP), assisting more than one million households

KEY DATA

| VIRGINIA | | FHLBANK ATLANTA | |
|-------------------------------|---|--------------------------------|---|
| 114 MEMBERS | 27,174 AHP UNITS | 799 MEMBERS | 157,954 AHP UNITS |
| \$16.6 BILLION ADVANCES | \$171.7 MILLION AFFORDABLE HOUSING | \$109.6 BILLION ADVANCES | \$1.007 BILLION AFFORDABLE HOUSING |

VIRGINIA MEMBERSHIP

| | | | | |
|-------------|------------------------|-----------------------------|------------|-------------------------|
| 58 BANKS | 47 CREDIT UNIONS | 8 INSURANCE COMPANIES | 1 CDFIs | 114 TOTAL MEMBERS |
|-------------|------------------------|-----------------------------|------------|-------------------------|

DATA AS OF 12/31/2022