

Financial Highlights

(Dollars in thousands)	2000	1999	1998	1997	1996
SELECTED ITEMS AT YEAREND					
Total Assets	\$140,190,008	\$115,912,047	\$81,123,903	\$60,846,583	\$52,186,715
Advances	110,031,641	90,513,829	63,989,305	49,272,904	39,184,189
Mortgage-Backed Securities	10,762,539	7,048,793	5,670,246	5,639,169	5,609,517
Resale Agreements	400,000	2,558,885	2,226,625	1,174,920	3,227,395
Federal Funds Sold	8,376,000	8,636,000	4,894,000	2,329,000	1,640,000
Other Non-MBS Investments	7,460,154	5,035,236	2,705,565	1,116,618	1,455,557
Consolidated Obligations	129,463,039	107,402,435	73,960,601	55,380,528	47,431,088
Capital	6,292,145	5,438,399	4,435,302	3,544,880	3,150,392
Tangible Capital to Assets Ratio	4.49%	4.69%	5.47%	5.83%	6.04%
AVERAGE ANNUAL MARGINS AND COSTS					
Net Interest Margin	0.44%	0.41%	0.49%	0.56%	0.53%
Adjusted Net Interest Margin*	0.45	0.42	0.51	0.58	0.56
Other Operating Expenses as a Percent of Average Assets	0.03	0.04	0.05	0.05	0.06
ANNUAL OPERATING RESULTS					
Net Income	\$ 376,589	\$ 332,553	\$ 294,066	\$ 249,072	\$ 219,457
Return on Average Assets	0.29%	0.35%	0.43%	0.46%	0.44%
Return on Average Equity	6.37	6.87	7.54	7.44	7.60
Dividend Rate	7.17	5.36	5.76	6.10	6.11
ADJUSTED ANNUAL OPERATING RESULTS*					
Adjusted Net Income	\$ 381,380	\$ 337,116	\$ 279,925	\$ 258,563	\$ 226,906
Adjusted Return on Average Assets	0.30%	0.35%	0.41%	0.47%	0.45%
Adjusted Return on Average Equity	6.46	6.96	7.18	7.73	7.86
PRO FORMA: OPERATING RESULTS ADJUSTED FOR REFCORP ASSESSMENTS**					
Net Income	\$ 376,589	\$ 284,859	\$ 245,563	\$ 199,970	\$ 168,870
Adjusted Net Income	381,380	289,422	231,422	209,461	176,319
Adjusted Return on Average Assets	0.30%	0.30%	0.34%	0.38%	0.35%
Adjusted Return on Average Equity	6.46	5.98	5.93	6.26	6.10

* Adjusted financial performance measures reflect the recognition of advance prepayment fees over the term of prepaid advances rather than at the time of prepayment. Extraordinary and other nonrecurring gains and losses are similarly adjusted to provide financial performance measures that are more meaningful when comparing results to those from other time periods.

** As a result of the Federal Home Loan Bank System Modernization Act of 1999, beginning in 2000 the REFCORP assessment is classified as an expense and is included on the Bank's income statement. Before 2000, the REFCORP assessment was a charge to capital and did not appear on the income statement. These pro forma results show the Bank's operating results after subtracting the REFCORP assessments for 1996 to 1999 and provide a more meaningful comparison of the Bank's financial performance.