



January 3, 2006

FOR IMMEDIATE RELEASE:

FHLBanks Announce \$3 Billion 5-Year Global Bond

Today, the FHLBank System announced a new \$3 billion, 5-year Global bond.

Lead Managers for this issue will be Deutsche Bank, JP Morgan, and Lehman Brothers. Co-Managers include Banc of America, Barclays Capital, Bear Stearns, CS First Boston, Citigroup, FTN Financial Capital Markets, Goldman Sachs, HSBC Securities, Merrill Lynch, Morgan Stanley, and UBS Securities. A Distribution Group of twelve firms completes the syndication team.

At this time, it is expected that the new issue will be priced later this week. The CUSIP of this issue will be 3133XECU1. Interest payments will be made semi-annually on February 18 and August 18 (beginning February 18 – short first coupon), and the bond will mature on February 18, 2011.

This announcement is neither an offer to sell, nor a solicitation of offers to buy, these securities.

The FHLBanks have over 70 years of innovation and service to the U.S. housing market, and currently have 8,100 members in all 50 states, American Samoa, Guam, Puerto Rico, the Northern Mariana and U.S. Virgin Islands. Please contact Mike Ciota at 703-467-3608 (ciota@fhlb-of.com) for additional information.