



December 8, 2005

FOR IMMEDIATE RELEASE

FHLBanks Announce \$1.2 Billion 7-Year Global APLS Bond

Today, the Office of Finance announced the intention to issue a new \$1.2 billion, 7-year FHLBank Global Amortizing Prepayment Linked Securities (APLS) bond. The principal amount of this bond is subject to retirement monthly, based on prepayment of the Freddie Mac 30-year Fixed 5.50% Coupon, Pool #FG G01644 (CUSIP 31283HZH1), and will have a final maturity date of December 28, 2012.

Bear Stearns and UBS Securities are Lead Managers for this issue. Syndicate Co-Managers include Deutsche Bank, Greenwich Capital Markets, JP Morgan, Merrill Lynch, and Morgan Stanley.

At this time, it is expected that the new issue will be priced next week. Settlement will be December 30, 2005. Interest payments will be made monthly on the 28th (beginning January 28, 2006). The CUSIP on the bond is 3133XE5D7, Bloomberg Series FHLB 00-0606.

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, and the Northern Mariana and U.S. Virgin Islands. Please contact Mike Ciota at 703-467-3608 (ciota@fhlb-of.com) for additional information.