



September 5, 2006

FOR IMMEDIATE RELEASE:
FHLBanks Announce \$3 Billion 7-Year Global Bond

Today, the FHLBank System announced a new \$3 billion, 7-year Global bond.

Lead Managers for this issue will be Deutsche Bank, JP Morgan and Lehman Brothers. Co-Managers include BNP Paribas, Banc of America, Barclays, Citigroup, Credit Suisse, Goldman Sachs, HSBC Securities, Merrill Lynch, Morgan Stanley and UBS Securities. A Distribution Group completes the syndication team.

At this time, the new issue is expected to price later this week. The CUSIP of this issue will be 3133XGVF8. Interest payments will be made semi-annually on February 14 and August 14 (beginning February 14, 2007), and the bond will mature on August 14, 2013.

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.