



Federal Home Loan Bank of Chicago  
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## Press Release

**For Immediate Release**

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### **Federal Home Loan Bank of Chicago Announces 2007 Second Quarter Financial Results**

CHICAGO, August 10, 2007 – The Federal Home Loan Bank of Chicago (“Bank”) today announced its financial results for the second quarter of 2007 in its Form 10-Q filed with the U.S. Securities and Exchange Commission. The Bank reported net income during the second quarter of 2007 of \$27 million, producing a return on average equity of 3.48%. The Bank’s Board of Directors recently declared a quarterly dividend of 2.8%.

At quarter-end, total assets were at \$88.7 billion, with regulatory capital and subordinated notes of \$4.3 billion and a regulatory capital ratio (calculated based on regulatory capital, retained earnings and subordinated notes) of 4.81%. Retained earnings at June 30, 2007 totaled \$617 million. During the quarter, the Bank provided \$4 million for the Affordable Housing Program.

“Like our members, we continue to face market and industry challenges that impact our net interest margin,” said Mike Thomas, President and CEO of Federal Home Loan Bank of Chicago. “However, we remain committed to finding ways to meet those challenges in order to serve our members and their communities.”

The Bank’s Form 10-Q, with complete second quarter 2007 financial statements and management’s discussion and analysis of the Bank’s financial condition and results of operation, is available on the SEC’s website ([www.sec.gov](http://www.sec.gov)) and through the Bank’s website ([www.fhlbc.com](http://www.fhlbc.com)).

*The Federal Home Loan Bank of Chicago is an \$88.7 billion wholesale bank and government sponsored enterprise that provides housing finance to more than 850 member commercial banks, savings institutions, credit unions, and insurance companies located in the 7th Federal Home Loan Bank District of Illinois and Wisconsin. The Federal Home Loan Bank System, which includes 12 Federal Home Loan Banks, is celebrating its 75th anniversary in 2007. The U.S. Congress created the System in 1932 to promote housing finance, but the Banks are wholly owned by their member institutions.*

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