

**Condensed Statements of Condition**

(Dollars in millions)

(Preliminary and Unaudited)

	December 31, 2017	December 31, 2016	Change
Cash and due from banks, interest bearing deposits, Federal Funds sold, and securities purchased under agreement to resell	\$ 13,378	\$ 7,376	81 %
Investment securities	17,347	21,035	(18)%
Advances	48,085	45,067	7 %
MPF Loans held in portfolio, net of allowance for credit losses	5,193	4,967	5 %
Other	352	247	43 %
<b>Assets</b>	<b>\$ 84,355</b>	<b>\$ 78,692</b>	<b>7 %</b>
Consolidated obligation discount notes	\$ 41,191	\$ 35,949	15 %
Consolidated obligation bonds	37,121	36,903	1 %
Other	1,191	1,145	4 %
<b>Liabilities</b>	<b>79,503</b>	<b>73,997</b>	<b>7 %</b>
Capital stock	1,443	1,711	(16)%
Retained earnings	3,297	3,020	9 %
Accumulated other comprehensive income (loss)	112	(36)	411 %
<b>Capital</b>	<b>4,852</b>	<b>4,695</b>	<b>3 %</b>
<b>Total liabilities and capital</b>	<b>\$ 84,355</b>	<b>\$ 78,692</b>	<b>7 %</b>
Member standby letters of credit - off balance sheet	\$ 19,572	\$ 10,828	81 %

**Condensed Statements of Income**

(Dollars in millions)

(Preliminary and Unaudited)

	For the year ended December 31,				
	2017	2016	Change	2015	Change
Interest income	\$ 1,558	\$ 1,259	24 %	\$ 1,252	1 %
Interest expense	(1,075)	(803)	34 %	(744)	8 %
Net interest income	483	456	6 %	508	(10)%
Reversal of (provision for) credit losses	—	(1)	100 %	(5)	(80)%
Net interest income after reversal of (provision for) credit losses	483	455	6 %	503	(10)%
Litigation settlement awards	2	38	(95)%	13	192 %
Other noninterest income	42	38	11 %	10	280 %
Noninterest income	44	76	(42)%	23	230 %
Noninterest expense	(174)	(167)	4 %	(138)	21 %
Income before assessments	353	364	(3)%	388	(6)%
Affordable Housing Program assessment	(36)	(37)	(3)%	(39)	(5)%
Net income	\$ 317	\$ 327	(3)%	\$ 349	(6)%
Average interest bearing assets	\$ 82,469	\$ 76,879	7 %	\$ 70,757	9 %
Net interest income yield on average interest earning assets	0.59%	0.59%	— %	0.72%	(0.13)%