

No. : 95-15  
Date: August 9, 1995

FEDERAL HOUSING FINANCE BOARD

Rescission of Federal Home Loan Bank of Dallas  
Special Investment Authority

WHEREAS, Federal Housing Finance Board (Finance Board) resolution No. 91-73 granted the Federal Home Loan Bank of Dallas (FHLBank of Dallas) special authority to invest in mortgage-backed securities (MBS) up to an amount equal to the difference between the net repayment of advances received by the FHLBank of Dallas from institutions in the Southwest Plan and/or institutions under the control of the Resolution Trust Corporation and the amount of maturing or transferred consolidated obligations attributable to the FHLBank of Dallas between February 1, 1991 and April 30, 1991, subject to certain conditions; and

WHEREAS, the special authority permitted the FHLBank of Dallas to exceed the limits on MBS investments contained in the Finance Board's Financial Management Policy (FMP); and

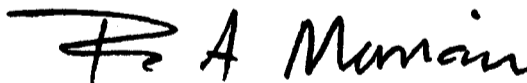
WHEREAS, the rolloff of MBS purchased pursuant to the special investment authority and the growth in FHLBank capital have caused the FHLBank's ratio of MBS to capital to fall below the limits in the FMP; and

WHEREAS, the FHLBank of Dallas has requested that the Finance Board rescind the special investment authority and its relevant conditions and make the FHLBank subject to all requirements of the FMP;

NOW THEREFORE, pursuant to the Finance Board's authority to limit the investment of surplus FHLBank funds see 12 U.S.C. 1431(h),

RESOLVED, that the Finance Board rescinds the FHLBank of Dallas' special investment authority and makes the FHLBank subject to all requirements contained in the FMP.

By the Federal Housing Finance Board



Bruce A. Morrison, Chairman