## UNITED STATES OF AMERICA

# FEDERAL HOUSING FINANCE AGENCY

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In Re: Stress Testing of Each Federal	)	
Home Loan Bank	)	Order No. 2015-OR-B-1
	)	
	)	

# SUPPLEMENTAL ORDER ON REPORTING BY REGULATED ENTITIES OF STRESS TESTING RESULTS AS OF SEPTEMBER 30, 2014

WHEREAS, pursuant to the Federal Housing Finance Agency's (FHFA) regulation implementing section 165(i)(2) of the Dodd-Frank Wall Street Reform and Consumer Protection Act requiring each regulated entity to conduct stress tests to determine whether it has the capital necessary to absorb losses resulting from adverse economic conditions and report the results "in the manner and form established by FHFA," 12 CFR § 1238.5(b); and

WHEREAS, FHFA's regulation requires that each regulated entity "disclose publicly a summary of the stress test results for the severely adverse scenario," 12 CFR § 1238.7; and

WHEREAS, on November 14, 2014, FHFA issued to each regulated entity scenarios for stress testing as of September 30, 2014, and on December 1, 2014, issued Orders to each regulated entity together with Summary Instructions and Guidance with prescribed templates for completing, reporting, and disclosing the stress test results; and

WHEREAS, each Federal Home Loan Bank timely filed its report of stress test results on or before April 30, 2015, as required by 12 CFR § 1238.5; and

WHEREAS, after analyzing the results of each Federal Home Loan Bank's stress testing and the methodologies and practices used therein, FHFA has determined that the original template designed for public disclosure of the summary of each Bank's severely adverse scenario results that accompanied the Orders of December 1, 2014, should be revised; and

WHEREAS, section 1314 of the Federal Housing Enterprises Financial Safety and Soundness Act, as amended, 12 U.S.C. § 4514(a), authorizes the Director of FHFA to require regulated entities, by general or specific order, to submit such reports on their management, activities, and operations as the Director considers appropriate.

#### NOW THEREFORE, it is hereby Ordered as follows:

Each Federal Home Loan Bank shall publicly disclose and report, as required by 12 CFR part 1238, a summary of the severely adverse scenario results of its stress testing using the template provided herewith as the attachment entitled "FHLBank Dodd-Frank Stress Test Template – SEVERLY ADVERSE (Disclosure to the Public)."

IT IS SO ORDERED, this 10th day of June, 2015.

FEDERAL HOUSING FINANCE AGENCY

By:

Melvin L. Watt

Director

### Principal Federal Housing Finance Agency Contacts:

Naa Awaa Tagoe, Senior Associate Director, Office of Financial Analysis, Modeling and Simulations, (202) 649-3140, NaaAwaa.Tagoe@fhfa.gov.

Stefan Szilagyi, Examination Manager, FHLBank Modeling, FHLBank Risk Modeling Branch, (202) 649-3515, Stefan.Szilagyi@fhfa.gov.

Mark Laponsky, Deputy General Counsel, (202) 649-3054, Mark.Laponsky@fhfa.gov. Karen Heidel, Senior Counsel, (202) 649-3073, Karen.Heidel@fhfa.gov.

# FHLBank Dodd-Frank Stress Test Template - SEVERELY ADVERSE (Disclosure to the Public)

Cumulative Projected Financial Metrics (Q4 2014 - Q4 2016)

- 1 Net interest income + other non-interest income, net
- 2 (Provision) benefit for credit losses on mortgage loans
- 3 OTTI credit losses
- 4 Mark-to-market gains (losses)
- 5 Global market shock impact on trading securities
- 6 Counterparty default losses
- 7 AHP assessments
- 8 Net income (loss)
- 9 Other comprehensive income (loss)
- 10 Total comprehensive income (loss)
- 11 Total capital (GAAP) starting
- 12 Total capital (GAAP) ending
- 13 Regulatory capital ratio starting
- 14 Regulatory capital ratio ending