



No.: **2002-36**  
Date: **June 12, 2002**

FEDERAL HOUSING FINANCE BOARD

Capital Structure Plan of the Federal Home Loan Bank of San Francisco  
Financial Management Policy Exemption

WHEREAS, on June 12, 2002, the Board of Directors of the Federal Housing Finance Board (Finance Board) approved the capital structure plan of the Federal Home Loan Bank of San Francisco (San Francisco Bank), Resolution Number 2002-35; and

WHEREAS, the Finance Board's Financial Management Policy (FMP) establishes a number of guidelines that govern the investment, liquidity, funding, hedging, unsecured credit, and interest rate risk practices of the Federal Home Loan Banks, many of which have been superseded by regulation, and certain of which will become redundant after the San Francisco Bank has implemented its capital plan and complied with the total capital requirement and the risk-based capital requirement set forth in the Finance Board's regulations at 12 C.F.R. §§ 932.2 and 932.3;

NOW, THEREFORE, BE IT RESOLVED, that upon the implementation of its capital plan and full compliance with the capital requirements set forth in sections 932.2 and 932.3 of the Finance Board regulations, the San Francisco Bank is hereby exempted from compliance with all provisions of the FMP other than those contained in Section II.C.2., 3., 4., and 5., and Section V.C.5.

By the Board of Directors of the  
Federal Housing Finance Board

*/s/ John T. Korsmo*

---

John T. Korsmo  
Chairman