

No: 95- 16
Date: August 9, 1995

FEDERAL HOUSING FINANCE BOARD

Determination of Board Action

WHEREAS, Household Bank, F.S.B. (Household), a member of the Federal Home Loan Bank (FHLBank) of San Francisco, has changed the location of its principal place of business from Newport Beach, California, to Prospect Heights, Illinois;

WHEREAS, as a federal savings association, Household is required by section 5(f) of the Home Owners' Loan Act (12 U.S.C. § 1464(f)) to automatically become a member of, and to qualify under the Federal Home Loan Bank Act (Bank Act) for membership in, a FHLBank;

WHEREAS, pursuant to the Bank Act and Finance Board regulation, Household may only be a member of the FHLBank of the district in which its principal place of business is located, see 12 U.S.C. § 14224(b) and 12 C.F.R. § 933.5(a), which, after the relocation of its principal place of business, would be the FHLBank of Chicago;

WHEREAS, 12 C.F.R. § 933.2(d) provides for automatic approval of membership, without application, in the FHLBank district in which an institution's principal place of business is located for any institution required by law to become a member of a FHLBank;

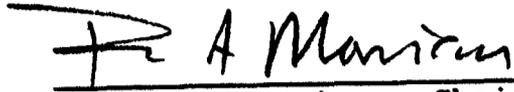
WHEREAS, pursuant to the Bank Act and Finance Board regulation, a transfer of membership from one FHLBank to another on a non-interrupted basis may take effect when and so long as the FHLBanks involved reach agreement on a method of orderly transfer;

WHEREAS, by letter dated July 14, 1995, the FHLBanks of Chicago and San Francisco jointly have expressed their mutual agreement on a method of orderly transfer and requested approval of the Federal Housing Finance Board (Finance Board) for the sale of certain outstanding advances made by the FHLBank of San Francisco to Household, and the purchase of those advances by the FHLBank of Chicago:

WHEREAS, pursuant to the Bank Act, sales of advances from one FHLBank to another are subject to the approval of the Finance Board;

NOW, THEREFORE, BE IT RESOLVED, that the transfer of Household's advances from the FHLBank of San Francisco to the FHLBank of Chicago on the terms outlined in the request for approval, is hereby approved.

By the Federal Housing Finance Board

A handwritten signature in black ink, appearing to read "B A Morrison". The signature is written in a cursive, somewhat stylized font.

Bruce A. Morrison, Chairman