



March 19, 2020

FOR IMMEDIATE RELEASE:

FHLBank System Regulator Updates LIBOR Transition Guidance

As previously announced on September 27, 2019, the Federal Housing Finance Agency (FHFA) issued a supervisory letter to the Federal Home Loan Banks (FHLBanks) and the Office of Finance relating to their planning for the expected phase-out of the London Interbank Offered Rate (LIBOR). Under the supervisory letter, the FHLBanks should, with limited exceptions, by December 31, 2019, stop purchasing investments that reference LIBOR and mature after December 31, 2021, and should, by March 31, 2020, no longer enter into new financial assets, liabilities, and derivatives that reference LIBOR and mature after December 31, 2021 for all product types other than investments.

On March 16, 2020, the FHFA extended to June 30, 2020 the FHLBanks' ability to enter into LIBOR-based instruments that mature after December 31, 2021, except for investments and option embedded products.

The FHLBanks have delivered innovation and service to the U.S. housing market since 1932, and currently have approximately 6,800 members serving all 50 states, the District of Columbia and U.S. territories. Please contact Nancy Nowalk at 703-467-3608 or nnowalk@fhfb-of.com for additional information.