



No.: **2002-24**
Date: **May 8, 2002**

FEDERAL HOUSING FINANCE BOARD

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

WHEREAS, on May 8, 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 Boston (Boston Bank) subject to the condition that the board of directors of the Boston Bank amend section IV.C.1 of the capital plan to the satisfaction of Finance Board staff, Resolution Number 2002-23; 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hedging, unsecured credit, and interest rate risk practices of the Federal Home Loan Banks, many of which have been superceded by regulation, and certain of which will become redundant after the Boston Bank has implemented its capital plan and complied with the total capital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, IT IS RESOLVED that upon the board of directors of the Boston Bank amending section IV.C.1 of its capital plan to the satisfaction of Finance Board staff, and upon the implementation of its capital plan and full compliance with the capital requirements set forth in §§ 932.2 and 932.3 of the Finance Board's regulations, the Boston 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