



550 Main Street, Rm. 5510  
Cincinnati, OH 45202  
(513) 333-3800  
Fax (513) 333-3982  
[www.cinfed.org](http://www.cinfed.org)

May 24, 2006

Federal Housing Finance Board  
1625 Eye Street NW  
Washington, D.C. 20006  
Attn: Public Comments

RE: Proposed changes to the excess stock restrictions and retained earnings requirements for the Federal Home Loan Banks – in particular the FHLB of Cincinnati.

Dear Federal Housing Finance Board Directors:

I am writing to express my concern regarding the proposed revisions to the Capital Regulations (12 CFR Parts 900, 917, 925, 930, 931 and 934) being considered by the Federal Housing Finance Board. Cinfed Federal Credit Union relies on the FHLB of Cincinnati for ready access to liquidity. I believe this source of liquidity will be negatively affected by the proposed changes. This will cause Cinfed to have to carry more liquidity on our books – meaning fewer loans to our members.

Our relationship with the FHLB of Cincinnati and the bank's triple-A rating are very important to our members, our examiners, and our profitability. Please keep this important source of liquidity available to all the community oriented financial institutions like Cinfed. I am asking that you do not place this constricting regulation on FHLB System – in particular on the financially healthy FHLB of Cincinnati.

Sincerely,

A handwritten signature in black ink that reads "Jay Sigler". The signature is written in a cursive, flowing style.

Jay Sigler  
CFO

**Remarkable possibilities.**