

Farm Credit System Major Financial Indicators, Quarterly Comparison

Dollars in Thousands

	31-Mar-09	31-Dec-08	30-Sep-08	30-Jun-08	31-Mar-08
FCS Banks¹					
Gross loan volume	152,828,809	149,491,137	146,491,168	150,518,020	140,870,778
Accruing restructured loans ²	4,520	5,125	5,195	5,194	3,937
Accrual loans 90 days or more past due	22,103	21,594	3,535	6,523	6,757
Nonaccrual loans	780,727	582,160	173,470	141,732	122,415
Nonperforming loans/total loans ³	0.53%	0.41%	0.12%	0.10%	0.09%
Cash and marketable investments	41,461,752	41,358,881	39,398,216	36,721,197	34,679,240
Capital/assets ⁴	5.21%	4.89%	5.12%	5.01%	5.10%
Unallocated retained earnings/assets	2.77%	2.50%	2.68%	2.56%	2.63%
Net income	345,573	227,444	344,389	342,648	316,949
Return on assets ⁵	0.71%	0.65%	0.72%	0.73%	0.73%
Return on equity ⁵	13.79%	12.44%	13.80%	14.39%	13.69%
Net interest margin	1.17%	0.97%	0.97%	0.97%	0.97%
Operating expense rate ⁶	0.35%	0.31%	0.29%	0.28%	0.29%
FCS Associations					
Gross loan volume	113,804,654	114,026,858	113,694,990	110,176,657	108,568,071
Accruing restructured loans	25,052	30,381	34,677	38,549	42,982
Accrual loans 90 days or more past due	98,763	70,622	49,795	63,846	85,440
Nonaccrual loans	2,053,508	1,699,245	772,796	627,690	544,457
Nonperforming loans/gross loans ³	1.91%	1.58%	0.75%	0.66%	0.62%
Capital/assets ⁷	15.85%	15.47%	15.54%	15.66%	15.62%
Unallocated retained earnings/assets	14.84%	13.52%	13.69%	13.74%	13.62%
Net income	332,769	387,903	541,025	507,674	487,092
Return on assets ⁵	1.11%	1.57%	1.70%	1.69%	1.71%
Return on equity ⁵	6.96%	9.86%	10.85%	10.82%	10.86%
Net interest margin	2.59%	2.49%	2.50%	2.53%	2.63%
Operating expense rate ⁶	1.53%	1.45%	1.40%	1.41%	1.41%
Total Farm Credit System⁸					
Gross loan volume	162,311,000	161,423,000	158,063,000	162,062,000	152,932,000
Nonperforming loans	2,916,000	2,416,000	1,029,000	884,000	813,000
Nonaccrual loans	2,765,000	2,282,000	935,000	769,000	667,000
Nonperforming loans/gross loans ³	1.80%	1.50%	0.65%	0.55%	0.53%
Bonds and notes	180,108,000	179,769,000	174,576,000	176,228,000	165,914,000
Capital/assets ⁹	12.95%	12.65%	13.44%	13.08%	13.58%
Surplus/assets	10.97%	10.80%	11.14%	10.82%	11.14%
Net income	615,000	546,000	817,000	793,000	760,000
Return on assets ⁵	1.31%	1.41%	1.55%	1.54%	1.56%
Return on equity ⁵	10.07%	10.70%	11.60%	11.59%	11.49%
Net interest margin	2.52%	2.41%	2.42%	2.43%	2.44%

Sources: Farm Credit System Call Report as of March 31, 2009, and the Farm Credit System Quarterly Information Statements provided by the Federal Farm Credit Banks Funding Corporation.

Note: Changes to previous periods occasionally occur for accounting reasons.

1. Includes Farm Credit Banks and the Agricultural Credit Bank.
2. Excludes loans 90 days or more past due.
3. Nonperforming loans are defined as nonaccrual loans, accruing restructured loans, and accrual loans 90 days or more past due.
4. Capital excludes mandatorily redeemable preferred stock.
5. Income ratios are annualized.
6. Operating expenses divided by average gross loans, annualized.
7. Capital excludes protected borrower capital.
8. Cannot be derived through summation of above categories because of intradistrict and intra-System eliminations used in reports to investors.
9. Capital includes restricted capital (amount in Farm Credit Insurance Fund), excludes mandatorily redeemable preferred stock and protected borrower capital.