



## Product and Service News

08-08  
April 4, 2008

**To: All Members**

**Subject:**

- **Maximum Borrowing Capacity Report**
- **Quarterly Collateral Certification Form**
- **Annual Minimum Capital Stock Calculation**

Enclosed are quarterly reports and forms related to your institution's borrowing capacity, qualifying collateral and minimum stock requirement. Please complete the enclosed forms, as indicated below, to allow us to certify your collateral coverage and capital stock requirement. Also, be advised that you will be receiving a communication within the next week outlining changes to FHLBank's collateral policies, which do not affect these reports, but are nonetheless important.

### **Maximum Borrowing Capacity (MBC) Report**

This quarterly report, using data from your December 31, 2007 regulatory filing, reflects your maximum credit availability with the Bank and determines your capacity to access Bank credit products. *This report is informational, and does not need to be returned.*

### **Quarterly Collateral Certification Form**

This form, for the quarter ended December 31, 2007, is prepared using balance-sheet data from your regulatory filing similar to that used in the MBC Report. It gives the Bank a clear picture of your available eligible collateral. *Please make any necessary adjustments and return this form, signed by your CEO, by Friday, **April 18, 2008**, to the address listed below.* Please note that failure to return this form by the date requested will result in an interruption of your institution's access to the Bank's credit products.

Dennis Bridge, Senior Collateral Analyst  
Federal Home Loan Bank of Pittsburgh  
601 Grant Street  
Pittsburgh, PA 15219-4455

### **Annual Minimum Capital Stock Calculation**

The Bank must calculate and report each member's year-end minimum stock requirement to the Federal Housing Finance Board annually. Upon submission of this information, the 2008 voting rights for each member will be determined and documented for the election of the seats available on our Board of Directors.

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Calculations for each member's minimum stock requirement are based on 4.65% of loans outstanding and 0.65% of unused borrowing capacity as in effect at December 31, 2007. Unused borrowing capacity is calculated by using each member's MBC, based on 12/31/07 regulatory call report data, less each member's loans outstanding. Please note that the unused borrowing capacity component of the stock calculation uses a 30% limit on ORERC (other real estate related collateral) rather than the 50% limit used for collateral/MBC purposes.

Please review the enclosed Annual Calculation of Minimum Capital Stock for accuracy. This worksheet does not need to be signed or returned unless you need to make changes resulting from your review. *In such a case, please note any changes on the worksheet, and sign and return it to the Bank by Wednesday, **April 9, 2008***, to the address listed below:

Courtney Klodowski  
Compliance Manager, MMA  
Federal Home Loan Bank of Pittsburgh  
601 Grant Street  
Pittsburgh, PA 15219-4455

Questions regarding the MBC Report or Quarterly Collateral Certification Form should be directed to Dennis Bridge, Senior Collateral Analyst, at 412-288-3491. Please refer questions regarding the Annual Minimum Capital Stock Calculation to Courtney Klodowski, Compliance Manager, at 412-288-7323.

Thank you for your cooperation and for your continued use of the Bank's credit products and services.

Robert S. Kovach  
Director, Collateral & Safekeeping Services

Enclosures