



Products & Services Update

November 15, 2019

TO: All Members

SUBJECT: Capital Adequacy Demonstrated in Required Stress Test Disclosure

Under Dodd-Frank, along with regulation from the Federal Housing Finance Agency (FHFA), the Bank is required to conduct an annual stress test to determine if we have sufficient capital to absorb losses under adverse economic conditions. We are also required to disclose the results of the severely adverse stress test scenario to the public. This is an annual disclosure, which began in 2014.

I am pleased to report that our results again demonstrate capital adequacy, including the severely adverse scenario. The information is posted on our website, or you can click [here](#).

Should you have any questions regarding the stress test methodology or results, please contact your Business Development Manager, or you can always call me directly at (412) 288-5117.

Sincerely,

A handwritten signature in black ink that reads "Kris Williams". The signature is fluid and cursive, with a long horizontal stroke extending to the right.

Kris Williams
Chief Operating Officer