

Farm Credit System Major Financial Indicators, Quarterly Comparison

Dollars in Thousands

	30-Sep-11	30-Jun-11	31-Mar-11	31-Dec-10	30-Sep-10
FCS Banks¹					
Gross loan volume	154,808,096	158,327,662	162,241,427	161,069,141	154,789,763
Accruing restructured loans ²	43,774	43,883	43,155	48,457	3,602
Accrual loans 90 days or more past due	6,473	11,129	15,683	8,695	35,326
Nonaccrual loans	543,728	611,319	545,234	477,341	673,488
Nonperforming loans/total loans ³	0.38%	0.42%	0.37%	0.33%	0.46%
Cash and marketable investments	45,443,759	45,336,976	43,145,642	43,289,148	40,058,475
Capital/assets ⁴	6.63%	6.38%	6.09%	6.00%	6.31%
Unallocated retained earnings/assets	3.47%	3.28%	3.13%	3.03%	3.20%
Net income	453,805	475,853	491,585	505,373	456,691
Return on assets ⁵	0.93%	0.94%	0.95%	0.95%	0.97%
Return on equity ⁵	14.20%	15.01%	15.78%	15.00%	15.57%
Net interest margin	1.29%	1.28%	1.28%	1.22%	1.24%
Operating expense rate ⁶	0.29%	0.29%	0.29%	0.30%	0.29%
FCS Associations					
Gross loan volume	123,621,577	122,837,133	122,845,985	124,140,035	120,698,585
Accruing restructured loans	145,337	131,806	78,465	65,385	52,465
Accrual loans 90 days or more past due	47,695	54,716	51,131	33,182	83,965
Nonaccrual loans	2,528,114	2,700,657	2,802,428	2,744,528	2,897,074
Nonperforming loans/gross loans ³	2.20%	2.35%	2.39%	2.29%	2.51%
Capital/assets ⁷	17.89%	17.63%	17.28%	16.54%	16.83%
Unallocated retained earnings/assets	16.69%	16.19%	15.82%	15.07%	15.40%
Net income	661,396	611,255	715,902	647,145	598,607
Return on assets ⁵	2.00%	2.03%	2.19%	1.84%	1.84%
Return on equity ⁵	11.22%	11.58%	12.88%	10.88%	10.91%
Net interest margin	2.95%	2.96%	2.97%	2.79%	2.80%
Operating expense rate ⁶	1.37%	1.38%	1.40%	1.38%	1.34%
Total Farm Credit System⁸					
Gross loan volume	170,615,000	173,798,000	177,599,000	175,351,000	168,484,000
Nonperforming loans	3,315,000	3,552,000	3,540,000	3,386,000	3,741,000
Nonaccrual loans	3,071,000	3,311,000	3,348,000	3,229,000	3,561,000
Nonperforming loans/gross loans ³	1.94%	2.04%	1.99%	1.93%	2.22%
Bonds and notes	184,496,000	188,257,000	190,504,000	189,575,000	179,873,000
Capital/assets ⁹	15.78%	15.25%	14.75%	14.46%	14.98%
Surplus/assets	12.93%	12.46%	12.07%	11.80%	12.18%
Net income	1,008,000	982,000	1,004,000	862,000	949,000
Return on assets ⁵	1.68%	1.67%	1.65%	1.59%	1.62%
Return on equity ⁵	11.15%	11.21%	11.19%	10.85%	11.04%
Net interest margin	2.85%	2.80%	2.82%	2.82%	2.81%

Sources: Farm Credit System Call Report as of September 30, 2011, 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.