

Farm Credit System Major Financial Indicators, Quarterly Comparison

Dollars in Thousands

	30-Sep-09	30-Jun-09	31-Mar-09	31-Dec-08	30-Sep-08
FCS Banks¹					
Gross loan volume	149,969,143	151,242,071	150,058,932	149,491,137	146,491,168
Accruing restructured loans ²	4,486	4,132	4,520	5,125	5,195
Accrual loans 90 days or more past due	20,558	20,211	19,639	21,594	3,535
Nonaccrual loans	1,069,924	745,487	712,872	582,160	173,470
Nonperforming loans/total loans ³	0.73%	0.51%	0.49%	0.41%	0.12%
Cash and marketable investments	41,543,580	41,804,049	41,461,222	41,358,881	39,398,216
Capital/assets ⁴	5.49%	5.26%	5.06%	4.89%	5.12%
Unallocated retained earnings/assets	2.82%	2.70%	2.60%	2.50%	2.68%
Net income	330,958	365,129	337,286	227,444	344,389
Return on assets ⁵	0.71%	0.73%	0.70%	0.65%	0.72%
Return on equity ⁵	13.06%	13.95%	14.07%	12.44%	13.80%
Net interest margin	1.15%	1.16%	1.15%	0.97%	0.97%
Operating expense rate ⁶	0.32%	0.32%	0.32%	0.31%	0.29%
FCS Associations					
Gross loan volume	117,659,289	116,363,739	113,804,654	114,026,889	113,694,990
Accruing restructured loans	31,597	24,851	25,052	30,381	34,677
Accrual loans 90 days or more past due	104,554	131,678	98,763	68,856	49,795
Nonaccrual loans	3,077,686	2,337,315	2,053,508	1,706,613	772,796
Nonperforming loans/gross loans ³	2.73%	2.14%	1.91%	1.58%	0.75%
Capital/assets ⁷	15.76%	15.65%	15.84%	15.46%	15.54%
Unallocated retained earnings/assets	14.89%	14.77%	14.92%	13.51%	13.69%
Net income	411,152	342,718	332,769	382,258	541,025
Return on assets ⁵	1.15%	1.10%	1.11%	1.56%	1.70%
Return on equity ⁵	6.98%	6.94%	6.97%	9.83%	10.85%
Net interest margin	2.59%	2.59%	2.59%	2.50%	2.50%
Operating expense rate ⁶	1.44%	1.45%	1.53%	1.45%	1.40%
Total Farm Credit System⁸					
Gross loan volume	162,186,000	163,228,000	162,311,000	161,423,000	158,063,000
Nonperforming loans	4,299,000	3,252,000	2,916,000	2,416,000	1,029,000
Nonaccrual loans	4,132,000	3,077,000	2,765,000	2,282,000	935,000
Nonperforming loans/gross loans ³	2.65%	1.99%	1.80%	1.50%	0.65%
Bonds and notes	178,473,000	181,275,000	180,108,000	179,769,000	174,576,000
Capital/assets ⁹	13.61%	13.20%	12.95%	12.65%	13.44%
Surplus/assets	11.40%	11.12%	10.97%	10.80%	11.14%
Net income	721,000	682,000	615,000	546,000	817,000
Return on assets ⁵	1.25%	1.21%	1.16%	1.41%	1.55%
Return on equity ⁵	9.45%	9.28%	8.97%	10.70%	11.60%
Net interest margin	2.59%	2.56%	2.52%	2.41%	2.42%

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