



**RELIABLE ACCESS TO FUNDING:
ENSURING ACCESS WHEN YOU NEED IT**

Presented by:

Doreen Koning, VP, Member Research & Strategies Manager

Matt Fix, VP, Account Manager

April 14, 2020



BUILDING PARTNERSHIPS.
SERVING COMMUNITIES.

Reliable Access to Funding

ENSURING ACCESS WHEN YOU NEED IT



Agenda (20 minutes) :

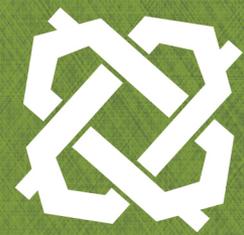
- Accessing information online
- Ensuring agreements/authorizations in place
- Eligible collateral and process for posting
- Executing an advance transaction

Q&A (10 minutes)

- Submit questions in chat box

Reliable Access to Funding

ENSURING ACCESS WHEN YOU NEED IT



Presenter:

- Matt Fix, VP, Account Manager



Subject Matter Experts online :

- Rob Hovermale, AVP, Lending Officer
- Doug Houck, VP, Collateral Operations Manager
- Lisa Chilcote, VP, Director of Correspondent Services

FHLBank Indianapolis

WE WERE BUILT FOR THIS



The Federal Home Loan Bank of Indianapolis has been *meeting the liquidity* needs of member institutions throughout Michigan and Indiana since 1932.

We're committed to providing you with a *reliable source of liquidity* to support housing finance, asset-liability management, and community investment.

FHLBank Indianapolis

ONLINE RESOURCES



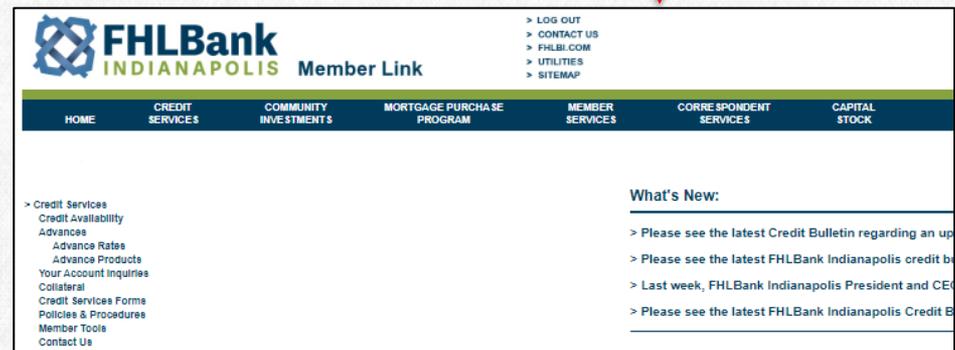
fhlbi.com (public site)

- Contact Information
- COVID-19 Updates
- General Product Information
- Log-in to Member Link



Member Link (member only)

- Credit Availability
- Advance Rates
- Account Inquiries
- Collateral Information
- Contact Information



Member Link

SETTING UP NEW USERS



- A designated 'Security Coordinator' can:
 - Submit requests to add new users online
 - Submit requests to remove users online
 - Submit requests to change existing users online
- Submit request on member letterhead signed by officer to designate Security Coordinator

Advance Products

ACCESSING INFORMATION



FHLBank INDIANAPOLIS WHO WE ARE WHO WE SERVE PRODUCTS & SERVICES NEWS EVENTS

ADVANCES

ADVANCES

ADVANCES BY OBJECTIVE

- BALANCE SHEET AND INTEREST RATE RISK MANAGEMENT
- LIQUIDITY MANAGEMENT
- MORTGAGE FINANCING
- SUPPLEMENTAL RETAIL DEPOSITS

ADVANCES BY TYPE

- FIXED RATE
- FLOATING RATE
- STRUCTURED ADVANCES**

CREDIT PRODUCTS GUIDE

CREDIT PRODUCTS GUIDE

FHLBank INDIANAPOLIS Member Link LOG OUT CONTACT US FHLBI.COM UTILITIES SITEMAP

HOME CREDIT SERVICES COMMUNITY INVESTMENTS MPP MEMBER SERVICES CORRESPONDENT SERVICES CAPITAL STOCK

Advance Products

The FHLBI offers a wide variety of credit programs from 1 day to 30 years that serve the varying needs of members. The FHLBI can customize these programs to meet the requirements of members. The links below outline the general terms and conditions of each of the FHLBI's credit programs.

Credit Programs Manual

- > Variable Rate Advances
- > Fed Funds Floater Advances
- > Short-term Fixed Rate Advances
- > Long-term Fixed Rate Advances
- > Symmetrical Long-term Fixed Rate Advances
- > Rally Participating Bullet Advances
- > Inverse Floater Advances
- > Long-term Adjustable Rate Advances
- > Prime-based Adjustable Rate Advances
- > CMT Adjustable Rate Advances
- > Monthly Amortizing Mortgage Advances
- > Mortgage Advances
- > Amortizing Advances
- > Puttable Advances
- > Flipper Advances
- > Callable Advances
- > Interest Rate Swaps
- > Interest Rate Caps, Floor and Collars
- > Overdraft Lines of Credit
- > Letters of Credit
- > Community Investment Cash Advances
- > Affordable Housing Program (AHP) Advances

Some structured products may be temporarily unavailable due to market conditions or regulatory limitations

FHLBank Indianapolis

ADVANCE RATE INDICATIONS



Real-Time Advance Rate Indications

Rate Announcements

There are no announcements at this time.

NOTE: Actual advance rates may differ from the indications below depending on the market conditions at the time of issuance. We encourage you to call the Credit Desk at 800-442-2568 or your Account Manager for Advance execution or for quotes on advance products other than Fixed Rate Bullet Advances or for amounts greater than \$250 million.

April 10, 2020 01:33 PM EST

Maturity	Trade Size in Millions of Dollars					
	<\$10 MI	\$10 - \$14.99	\$15 - \$24.99	\$25 - \$49.99	\$50 - \$99.99	\$100 - \$249.99
1 Week	.36	.36	.36	.33	.33	.33
2 Week	.41	.41	.41	.38	.38	.38
3 Week	.47	.47	.47	.44	.44	.44
1 Month	.54	.54	.54	.51	.51	.51
2 Month	.59	.59	.59	.56	.56	.56
3 Month	.61	.61	.61	.58	.58	.58
4 Month	.62	.62	.62	.59	.59	.59
5 Month	.62	.62	.62	.59	.59	.59
6 Month	.63	.63	.63	.60	.60	.60
7 Month	.63	.63	.63	.60	.60	.60
8 Month	.63	.63	.63	.60	.60	.60
9 Month	.63	.63	.63	.60	.60	.60
10 Month	.64	.64	.64	.61	.61	.61
11 Month	.64	.64	.64	.61	.61	.61
1 Year	.65	.65	.65	.62	.62	.62
2 Year	.75	.75	.75	.75	.74	.73
3 Year	.99	.97	.96	.95	.94	.93
4 Year	1.10	1.08	1.07	1.06	1.05	1.04
5 Year	1.23	1.21	1.20	1.19	1.18	1.17
6 Year	1.47	1.25	1.25	1.25	1.25	1.25
7 Year	1.65	1.31	1.31	1.31	1.31	1.31
8 Year	1.81	1.36	1.36	1.36	1.36	1.36
9 Year	1.89	1.41	1.41	1.41	1.41	1.41
10 Year	1.97	1.49	1.49	1.49	1.49	1.49

Rates are actual/360; no rate commitment fees apply.

Data is refreshed every 60 seconds.

Daily Posted Advance Rates

04/10/2020

(Rates are actual/360; no rate commitment fees apply.)

Actual rates on advances issued will depend on a variety of factors, including the actual market conditions at the time of the rate lock.

> Request Advance Indication

Maturity	04/10	04/09	04/08	04/07	04/06
30 day	.54	.48	.41	.39	.39
60 day	.59	.50	.44	.42	.41
90 day	.61	.53	.47	.44	.44
120 day	.62	.54	.49	.45	.45
150 day	.62	.55	.50	.46	.46
180 day	.63	.56	.51	.48	.48
270 day	.63	.59	.59	.57	.57
1 year	.64	.65	.66	.70	.68
2 year	.74	.76	.78	.81	.84
3 year	.98	1.03	1.06	1.08	1.09
4 year	1.10	1.16	1.21	1.23	1.20
5 year	1.23	1.30	1.35	1.34	1.28
6 year	1.47	1.54	1.57	1.59	1.49
7 year	1.64	1.73	1.75	1.84	1.65
8 year	1.81	1.87	1.88	1.90	1.73
9 year	1.89	1.95	1.95	1.96	1.81
10 year	1.97	2.01	2.01	2.04	1.94
Short-term var	.63	.59	.56	.56	.57
Fed Effective (Index)		.05	.05	.05	.05
SOFR (Index)		.01	.01	.01	.01

Advances Desk 1.800.442.2568
for additional advance product indications,
amounts over \$250M, and for execution quotes



FHLBank Indianapolis

CREDIT AVAILABILITY



Credit Availability - Real Time

March 31, 2020 10:26 AM

Total FHLBI credit products	\$5,500,000
Collateral status	Specific
Borrowing agreements in place	Yes

Excess borrowing capacity limitations:

Based on Board resolution amount	\$14,500,000
Based on FHLBI stock	\$3,804,444
Based on collateral	\$1,113,311
* Borrowing capacity does not include forward commitments.	
Based on adjusted assets	\$67,797,000
Based on residential assets *	\$46,365,000

* Only applies to long term advances (original term greater than five years).

Supplemental information:

FHLBI capital stock	\$418,700
Advances	\$5,500,000
Line of credit	\$0
Letter of credit	\$0
Subsidies	\$0
Other Obligations	\$0
Funds commitments	\$0
Forward commitments	\$0

NOTE:

The Bank's willingness to lend up to the above levels will be contingent upon, but not limited to, the acceptability of the institution's financial condition to the Bank at the time of each credit request, as well as its compliance with all applicable collateral requirements, regulations, laws, and Bank policies. May include collateral held for other obligations.

FHLBank Indianapolis

ENSURING ACCESS WHEN NEEDED



Ensuring Access When Needed

AGREEMENTS



- Advances Pledge & Security Agreement
- Certified Resolution for Advances
 - Verify if limit indicated is adequate
 - Verify that individuals are still valid
- Correspondent Services Agreement
 - Verify that individuals/limits are still valid
 - Wires / Safekeeping authorizations
 - Caller Wire Limits, if applicable
- Additional agreements may be required based on collateral type and reporting method

FHLBank Indianapolis

COLLATERAL CATEGORIES



Category 1 - One-to-four family, whole first mortgage loans

Category 2 - Government and agency securities

Category 3 - Private residential mortgage-backed securities

Category 4 - FHLBank Indianapolis deposits

Category 5 - Multifamily whole mortgage loans

Category 6 - Other Real Estate-Related Collateral, which includes*:

- Second lien closed-end residential mortgage loans
- Home equity lines of credit (HELOCs)
- Commercial real estate (CRE) loans
- Securities backed by second mortgages or commercial real estate loans
- Municipal securities - the eligible balance of pledged municipals is limited to that portion that finances real estate improvements.

* Approval required prior to pledging HELOCs, term-second and/or CRE loans as collateral.

When a member meets the FHFA definition of a Community Financial Institution (CFI), it may pledge CFI-eligible loans, Category 7 collateral, which consists of the following assets:

Category 7

- Small fully-secured business loans (less than \$1 million)
- Farm real estate loans

FHLBank Indianapolis

COLLATERAL – REPORTING METHODS



		Criteria
LOANS	Blanket	Depository members that are found to be financially sound and maintain a capital ratio of at least 5.0%.
	Specific	Depository members that are found to be financially sound and maintain a capital ratio of at least 4.0%.
	Physical	Certain depository members based on financial condition, Insurance Company members, and CDFIs are required to deliver key documents. Execution of a Third-Party Custodian Agreement is required.
SECURITIES	Physical	Must be safekept with FHLBank Indianapolis or with an approved third-party custodian with executed Third-Party Custodian Agreement.
CASH/FHLB DEPOSITS	Physical	Time account deposits and certificates of deposits (CDs) are acceptable.

- Haircut applied to collateral will vary based on reporting method
- Different reporting methods and requirements based on reporting method

Collateral

ESTIMATED POTENTIAL BORROWING CAPACITY



FHLBI Estimated Potential Borrowing Capacity

Based on Financial Statements as of December 31, 2019

\$ amounts in thousands

Contact FHLBI Account Manager to obtain estimate of potential collateral based on recent financials

Collateral Reporting Method Selected

Physical or Specific

Example

	Posted Collateral BV 12/31/ 2019	Borrowing Capacity	Use For Additional Collateral?	Balance per Financial Statements	Assume that % Qualifies	Haircut Based on Reporting Method*	Est Potential Borrowing Capacity
USTN			Y	\$ -	100%	1.05	\$ -
Agency Bonds			Y	\$ 40,319	100%	1.05	\$ 38,399
MBSs			Y	\$ 1,746	90%	1.05	\$ 1,497
Municipal			Y	\$ 58,698	50%	1.15	\$ 25,521
FHLB Deposits			N	\$ -	100%	1.00	\$ -
1-4 Fam RE Mtg Lns			Y	\$ 21,400	85%	1.25	\$ 14,552
Multi-Fam Lns			Y	\$ 4,422	70%	1.40	\$ 2,211
	\$ -	\$ -				Subtotal	\$ 82,179
<i>Other real estate related and/or CFI collateral:</i>							
1-4 Fam HELOC			Y	\$ 16,248	75%	1.65	\$ 7,385
1-4 Fam Second Liens			Y	\$ 3,647	75%	1.65	\$ 1,658
Comm RE Lns			Y	\$ 90,969	60%	1.55	\$ 35,214
Small Business Loans			Y	\$ 54,063	0%	2.00	\$ -
Farm RE Lns			Y	\$ 2,905	0%	1.75	\$ -
	\$ -	\$ -				Subtotal**	\$ 44,257
Grand Total	\$ -	\$ -				Grand Total***	\$ 126,436

* Based on physical reporting, assumes passes all eligibility requirements as noted in the current Credit Policy. See specific asset types for maturity or rating assumptions. Qualification percentage assumed should be changed to reflect assumed content in financial reported values. Borrowing capacity is calculated on reported book values from financials but actual borrowing capacity will be calculated on market value.

Government securities assume >3 to <5 year maturity. Different maturities will have different haircuts.

MBS haircut based on AA rating and assumes agency MBS.

Municipal securities must be real-estate related to be eligible. Haircut shown assumes AA rated, other ratings will have different haircuts and eligibility.

** Lendable Value of OREER and/or CFI limited to 200% of Total Core or Tier 1 Capital

*** Limit for 50% of Adjusted Assets (will require additional FHLBI approval)



Ensuring Access When Needed

COLLATERAL



- Lendable Value based on Market Value
- Credit Policy containing Overcollateralization Rates (“Haircuts”) available on Member Link
- Collateral Procedures & Selection Criteria available on Member Link
- Contact Collateral Dept. or Advances Desk to start pledging process – **1.800.442.2568**

Ensuring Access When Needed

TEST ADVANCE



- Check Credit Availability Report on Member Link to confirm status of agreements and collateral
- Have an authorized signer request an advance
 - Call Advances Desk 1.800.442.2568
 - Purchase FHLBank Indianapolis stock, if needed
 - Cutoff time 2:00 p.m. for most advances
- Have an authorized individual wire out funds
 - Call Correspondent Services 1.800.765.0465
 - Cutoff time 4:00 p.m. for most wires

FHLBank Indianapolis

CONTACT US



FHLBank
INDIANAPOLIS

WHO WE ARE WHO WE SERVE PRODUCTS & SERVICES

CONTACT US

CONTACT US

Do you know who you're looking for within FHLBI? Then click the "Department Directory" to the right.
For vendors looking to do business with the Federal Home Loan Bank of Indianapolis, please click the "Vendors" button along the right-hand side navigation.

For all other enquiries, please reach us at:

Federal Home Loan Bank of Indianapolis
8250 Woodfield Crossing Blvd.
Indianapolis, Indiana 46240
317.465.0200
Toll Free: 800.442.2568

DEPARTMENT DIRECTORY >

VENDORS >

DEPARTMENT DIRECTORY

- BUSINESS DEVELOPMENT ▾
- CREDIT SERVICES ▾
- MORTGAGE PURCHASE PROGRAM ▾
- COMMUNICATIONS & MEDIA ▾
- COMMUNITY INVESTMENT ▾
- IT TECHNICAL SUPPORT ▾
- CORRESPONDENT BANKING SERVICES ▾
- ETHICS OFFICERS ▾

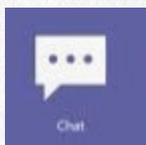
CONTACT US >

VENDORS >





Questions?



Input in 'Chat' field now
or send to

memberservices@fhlbi.com

Disclaimer



The Federal Home Loan Bank of Indianapolis (Bank) expressly disclaims that it is providing any legal advice in this presentation. The foregoing analysis is presented for general informational and educational purposes only. This presentation is of necessity incomplete and every transaction presents its own unique sets of facts and applications of the law. Please consult a qualified attorney for competent legal advice.

Copyright © 2018 Federal Home Loan Bank of Indianapolis. All rights reserved. The Bank does not, through its employees, agents or financial models supplied to the membership, provide legal or investment advice and the information supplied is presented “AS IS.” The Bank does not warrant its accuracy.