



## NEWS RELEASE

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FOR IMMEDIATE RELEASE

October 27, 2026

### **Federal Home Loan Bank of Indianapolis Announces Third Quarter 2026 Dividends, Reports Earnings**

INDIANAPOLIS — Today the Board of Directors of the Federal Home Loan Bank of Indianapolis ("FHLBank Indianapolis" or "Bank") declared its third quarter 2026 dividends on Class B-2 activity-based capital stock and Class B-1 non-activity-based stock at annualized rates of 9.25% and 4.00%, respectively.

The dividends will be paid in cash on October 28, 2026.

"While continuing to provide an attractive return to our members, we remain focused on supporting affordable housing, community development, and economic opportunity throughout our district, something we like to call our 'Community Dividend,'" President and CEO Brendan McGrath said. "Through our voluntary commitment to dedicate additional earnings to affordable housing and community investment initiatives, we are reinvesting meaningful resources into the communities our members serve. This balanced approach reflects our cooperative mission and our commitment to creating lasting value for both our members and their communities."

#### **Financial Results**

Net income for the three months ended September 30, 2026 was \$78 million, a net decrease of \$9 million compared to the corresponding period in the prior year.

- Net interest income decreased \$3 million, primarily due to lower average market interest rates, partially offset by the favorable impact of higher average balances of interest-earning assets.
- Other income decreased \$6 million, primarily due to declines in the fair values of investments.
- Other expenses increased \$1 million, primarily due to an increase in voluntary contributions to housing and community investments programs, reflecting changes in the timing and availability of these programs.

Net income for the nine months ended September 30, 2026 was \$237 million, a net decrease of \$14 million compared to the corresponding period in the prior year.

- Net interest income decreased \$13 million, primarily due to lower average market interest rates, partially offset by the favorable impact of higher average balances of interest-earning assets.
- Other income decreased \$8 million, primarily due to declines in the fair values of investments and lower net realized gains on sales of certain available-for-sale securities.
- Other expenses decreased \$5 million, primarily due to a decrease in voluntary contributions to housing and community investments programs, reflecting changes in the timing and availability of these programs.

At September 30, 2026, total assets were \$86.1 billion, a net decrease of \$186 million, or less than 1%, from December 31, 2025.

The Bank's regulatory capital-to-assets ratio, at September 30, 2026, was 5.67%, which exceeds all applicable regulatory capital requirements.

### **Affordable Housing Program Allocation**

***AHP assessment.*** For the nine months ended September 30, 2026, required AHP assessments totaled \$27 million, which will be available to the Bank's members in 2027 to help address their communities' affordable housing needs, including construction, rehabilitation, accessibility improvements, and homebuyer down-payment assistance.

***Voluntary contributions to housing and community investment programs.*** As part of the Bank's commitment to further support its AHP and additional affordable housing and community investment programs, the Bank voluntarily contributed additional funding in the nine months ended September 30, 2026 totaling \$24 million, all of which has been recognized and reported in other expenses.

Consistent with 2025, the Bank has committed to allocating voluntary funding in the amount of 7.5% of prior year's net earnings to various affordable housing and community investment programs in 2026.

## Financial Highlights

### Condensed Statements of Condition

The following table presents unaudited condensed statements of condition (\$ amounts in millions):

|                                               | September 30, 2026 | December 31, 2025 |
|-----------------------------------------------|--------------------|-------------------|
| Advances                                      | \$ 38,604          | \$ 39,611         |
| Mortgage loans held for portfolio, net        | 13,492             | 12,444            |
| Cash and short-term investments               | 11,805             | 11,011            |
| Investment securities                         | 21,418             | 22,418            |
| Other assets                                  | 755                | 776               |
| Total assets                                  | <u>\$ 86,074</u>   | <u>\$ 86,260</u>  |
| Consolidated obligations                      | \$ 79,443          | \$ 79,677         |
| Mandatorily redeemable capital stock          | 207                | 282               |
| Other liabilities                             | 1,665              | 1,747             |
| Total liabilities                             | <u>81,315</u>      | <u>81,706</u>     |
| Capital stock                                 | 2,802              | 2,696             |
| Retained earnings                             | 1,872              | 1,798             |
| Accumulated other comprehensive income (loss) | 85                 | 60                |
| Total capital                                 | <u>4,759</u>       | <u>4,554</u>      |
| Total liabilities and capital                 | <u>\$ 86,074</u>   | <u>\$ 86,260</u>  |
| Total regulatory capital                      | <u>\$ 4,881</u>    | <u>\$ 4,776</u>   |
| Regulatory capital-to-assets ratio            | <u>5.67 %</u>      | <u>5.54 %</u>     |

### Condensed Statements of Income

The following table presents unaudited condensed statements of income (\$ amounts in millions):

|                                                       | Three Months Ended<br>September 30, |              | Nine Months Ended<br>September 30, |               |
|-------------------------------------------------------|-------------------------------------|--------------|------------------------------------|---------------|
|                                                       | 2026                                | 2025         | 2026                               | 2025          |
| Interest income                                       | \$ 900                              | \$ 997       | \$ 2,655                           | \$ 2,923      |
| Interest expense                                      | 770                                 | 864          | 2,282                              | 2,537         |
| Net interest income after provision for credit losses | 130                                 | 133          | 373                                | 386           |
| Other income                                          | 2                                   | 8            | 9                                  | 17            |
| Other expenses                                        | 45                                  | 44           | 118                                | 123           |
| AHP assessments                                       | 9                                   | 10           | 27                                 | 29            |
| Net income                                            | <u>\$ 78</u>                        | <u>\$ 87</u> | <u>\$ 237</u>                      | <u>\$ 251</u> |

All amounts referenced above are unaudited. More detailed information about FHLBank Indianapolis' financial condition as of September 30, 2026, and its results for the three and nine months then ended, will be included in Management's Discussion and Analysis of Financial Condition and Results of Operations in the Bank's Quarterly Report on Form 10-Q.

### **Safe Harbor Statement**

This news release includes forward-looking statements within the meaning of the U.S. Private Securities Litigation Reform Act of 1995 concerning plans, objectives, goals, strategies, future events and performance. Forward-looking statements can be identified by words such as "will," "believes," "may," "temporary," "estimates," and "expects" or the negative of these words or comparable terminology. Each forward-looking statement contained in this news release reflects FHLBank Indianapolis' current beliefs and expectations. Actual results or performance may differ materially from what is expressed in any forward-looking statements.

Any forward-looking statement contained in this news release speaks only as of the date on which it was made. FHLBank Indianapolis undertakes no obligation to publicly update any forward-looking statement, whether as a result of new information, future developments or otherwise, except as may be required by law. Readers are referred to the documents filed by the Bank with the U.S. Securities and Exchange Commission ("SEC"), specifically reports on Form 10-K and Form 10-Q, which include factors that could cause actual results to differ from forward-looking statements. These reports are available at [www.sec.gov](http://www.sec.gov).

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### **Media Contact:**

For more information, contact Jeff Mills, SVP, Chief Legal, Corporate and Community Affairs Officer, [jmills@fhlbi.com](mailto:jmills@fhlbi.com).

### **Building Partnerships. Serving Communities.**

FHLBank Indianapolis is a regional bank included in the Federal Home Loan Bank System. FHLBanks are government-sponsored enterprises created by Congress to provide access to low-cost funding for their member financial institutions, with particular attention paid to providing solutions that support the housing and small business needs of members' customers. FHLBanks are privately capitalized and funded, and receive no Congressional appropriations. FHLBank Indianapolis is owned by its Indiana and Michigan financial institution members, including commercial banks, credit unions, insurance companies, savings institutions and community development financial institutions.

For more information about FHLBank Indianapolis, visit [www.fhlbi.com](http://www.fhlbi.com). Also, follow the Bank on LinkedIn, as well as Instagram and X at [@FHLBankIndy](https://www.instagram.com/FHLBankIndy). Please note that content the Bank shares on its website and social media is not incorporated by reference into any of its filings with the SEC unless, and only to the extent that, a filing by the Bank with the SEC expressly provides to the contrary.