

GSE Capital Requirements Under Basel I

| | Freddie | | | Fannie | | |
|---|----------------------------------|------------------------------------|--------------------------|-----------------------------------|------------------------------------|--------------------------|
| | \$ amount in millions | Assumed Risk Weight | Estimated RWA | \$ amounts in millions | Assumed Risk Weight | Estimated RWA |
| Total Assets | 794,368 | | | 882,547 | | |
| Total Retained Mortgage Portfolio | 710,042 | | | 723,620 | | |
| Whole loans | 82,158 | | | 403,577 | | |
| FHA | 314 | 20% | 63 | 29,017 | 20% | 5,803 |
| Other whole loans | 81,844 | 50% | 40,922 | 374,560 | 50% | 187,280 |
| Own securities | 356,970 | 50% | 178,485 | 180,163 | 50% | 90,082 |
| Others' mortgage-related securities | 281,685 | | | 144,163 | | |
| Other GSE's securities | 47,105 | 20% | 9,421 | 31,379 | 20% | 6,276 |
| Ginnie Mae | 731 | 0% | - | 1,659 | 0% | - |
| Private label | 218,914 | 20% | 43,783 | 94,810 | 20% | 18,962 |
| Mortgage revenue bonds | 14,935 | 50% | 7,468 | 16,315 | 50% | 8,158 |
| Unamort prem/disc + unrealized g/l on AFS sec | (10,771) | | | (4,283) | | |
| Non-Mortgage Investments | 41,663 | | | 86,875 | | |
| Fed funds and Eurodollars | 162 | 20% | 32 | 43,510 | 20% | 8,702 |
| Asset-backed securities | 16,588 | 50% | 8,294 | 15,511 | 50% | 7,756 |
| Repos | 6,400 | 0% | - | 5,250 | 0% | - |
| CP and Corporate debt | 18,513 | 100% | 18,513 | 13,515 | 100% | 13,515 |
| Other non-mortgage investments | | | | 9,089 | 20% | 1,818 |
| Other assets | 42,663 | | | 72,052 | | |
| Cash | 8,574 | 0% | - | 3,941 | 0% | - |
| All other assets | 34,089 | 100% | 34,089 | 68,111 | 100% | 68,111 |
| Total MBS Outstanding | 1,381,863 | 50% | 690,932 | 2,118,909 | 50% | 1,059,455 |
| Financial derivatives - notional amount outstanding | 1,322,881 | | | 941,830 | | |
| Interest rate contracts | 1,024,862 | 35% | 1,794 | 883,905 | 35% | 1,547 |
| FX contracts | 20,118 | 20% | 201 | 2,559 | 20% | 26 |
| Exchange traded contracts | 196,270 | 0% | - | - | 0% | - |
| Credit derivatives | 7,667 | 50% | 3,834 | - | 50% | - |
| Commitments to purchase/sell mortgages | 72,662 | 50% | 36,331 | 55,366 | 50% | 27,683 |
| Total RWA | | | 1,074,160 | | | 1,505,171 |
| Core Capital (roughly equivalent to Tier 1 elements) | 37,867 | | | 45,373 | | |
| Minority interest in consolidated subsidiaries | 176 | | | 107 | | |
| Adjusted Tier 1 | 38,043 | | | 45,480 | | |
| DTA | 10,304 | | | 12,967 | | |
| DTA limitation (10% of adjusted Tier 1) | 3,804 | | | 4,548 | | |
| DTA deduction from Tier 1 | 6,500 | | | 8,419 | | |
| Tier 1 | 31,543 | | | 37,061 | | |
| Qualifying subordinated debt | 3,671 | | | 9,000 | | |
| Reserves for mtg and foreclosure losses (roughly = ALLL) | 3,062 | | | 3,285 | | |
| 1.25% limit on ALLL (not binding) | 13,427 | | | 18,815 | | |
| Total Capital | 38,276 | | | 49,346 | | |
| Tier 1 leverage ratio | 4.0% | | | 4.2% | | |
| Tier 1 risk-based capital ratio | 3.0% | | | 2.5% | | |
| Total risk-based capital ratio | 3.6% | | | 3.3% | | |