AGRIBANK DISTRICT 2022 FINANCIAL INFORMATION

Unaudited

SEPTEMBER 30, 2022

AGRIBANK, FCB AND DISTRICT ASSOCIATIONS

THRIVING

today and tomorrow

AgriBank

FARM CREDIT BANK

AgriBank District Financial Information
AgriBank, FCB and District Associations
unaudited

INTRODUCTION AND DISTRICT OVERVIEW

AgriBank, FCB (AgriBank or the Bank) and District Associations (Associations) are part of the Farm Credit System (System or Farm Credit), a federally chartered network of borrower-owned lending institutions composed of cooperatives and related service organizations. The System provides loans, leases and financial services to farmers, ranchers and rural businesses across the United States and Puerto Rico. This focus on rural communities and agriculture is the reason Farm Credit was established in 1916, and the System has been delivering on that mission ever since – helping fund America's food, fuel and fiber and supporting the rural communities America's farmers and ranchers call home.

Farm Credit's funds are raised by the Federal Farm Credit Banks Funding Corporation (the Funding Corporation) and insured by the Farm Credit System Insurance Corporation (FCSIC, or the Insurance Corporation). The Funding Corporation issues a variety of Federal Farm Credit Banks Combined Systemwide Debt Securities with broad ranges of maturities and structures on behalf of the four System Banks. Each System Bank has exposure to Systemwide credit risk, because each Bank is joint and severally liable for all Systemwide debt issued. Farm Credit Associations receive funding through one of the System Banks. System entities have specific lending authorities within their chartered territories and are subject to examination and regulation by an independent federal agency, the Farm Credit Administration (FCA).

AgriBank is primarily owned by Farm Credit Associations, which provide financial products and services to rural communities and agriculture. AgriBank obtains funds and provides funding and financial solutions to those Associations. AgriBank and those Associations are collectively referred to as the District. The AgriBank District covers a 15-state area stretching from Wyoming to Ohio and Minnesota to Arkansas.

The following commentary reviews the combined financial condition and results of operations of AgriBank and District Associations and provides additional specific information.

Combined Financial Highlights

AgriBank, FCB and District Associations

(dollars in thousands)

	September 30, 2022	December 31, 2021
Total loans	**$147,849,188**	$140,458,534
Allowance for loan losses	**321,485**	372,359
Net loans	**147,527,703**	140,086,175
Total assets	**174,316,181**	164,442,280
Total shareholders' equity	**28,191,346**	27,327,290
For the nine months ended September 30,	**2022**	2021
Net interest income	**$2,919,910**	$2,666,517
Reversal of credit losses	**(56,903)**	(113,424)
Net fee income	**77,041**	99,080
Net income	**1,942,974**	1,876,252
Net interest margin	**2.4 %**	2.4 %
Return on average assets	**1.5 %**	1.6 %
Return on average shareholders' equity	**9.4 %**	9.4 %
Operating and other expenses as a percentage of net interest income and non-interest income	**40.1 %**	38.8 %
Net loan recoveries (charge-offs) as a percentage of average loans	**0.01 %**	0.00 %
Average loans	**$143,057,962**	$130,132,926
Average earning assets	**164,888,411**	151,195,088
Average assets	**167,806,843**	153,694,233

MANAGEMENT’S DISCUSSION AND ANALYSIS

Results of Operations

Net income was $1.9 billion for the nine months ended September 30, 2022, an increase of $66.7 million, or 3.6 percent, compared to the same period of the prior year. Net interest income increased due to continued growth in loan volume across the District, primarily processing and marketing loans and real estate mortgage loans. Agricultural producers continue to perform well resulting in reversals of provision for credit losses in the current year. The reversals of provision for credit losses contributed to District income; however, the impact to income was only about half as much when compared to the same period of the prior year. Non-interest income increased when compared to the same period of the prior year primarily as a result of increased mineral income and increased financially related services income. The increase in non-interest expense was primarily due to salaries and benefits expense and higher FCSIC insurance premiums.

Net Interest Income
Net interest income increased $253.4 million, or 9.5 percent, compared to the same period of the prior year, due to increased loan volume across the District.

Overall, interest rate spreads have decreased compared to the same period of the prior year. With interest rates and callable debt spreads rising rapidly throughout 2022, opportunities to call and refinance debt has declined and conversions within the loan portfolio have also diminished.

The rising interest rate environment has positively impacted investment spread. Early in 2022, lower rates and market stability produced few attractive opportunities for the investment portfolio. In the second and third quarters, investment spreads increased across multiple asset classes coinciding with the bond market selloff and market turmoil caused by rising inflation concerns and deteriorating economic conditions. Continuing in the third quarter, market opportunities and increased holdings in money market securities with favorable spreads have led to a year-over-year improvement in investment spread income.

Net interest margin was 2.4 percent for the nine months ended September 30, 2022, steady compared to the same period of the prior year. The favorable impact of equity financing has more than offset the decline in spreads.

Reversal of Credit Losses
A reversal of credit losses of $56.9 million was recognized during the nine months ended September 30, 2022. Any reserves for unfunded commitments and letters of credit are recorded in “Other liabilities” on the Combined Balance Sheets.

At the agricultural producer level, strong net farm income and positive working capital positions continue to support strong District credit quality. Favorable commodity prices have continued throughout 2022, and are having a generally positive impact on the crop, dairy and some livestock sectors, primarily hogs and poultry. During the third quarter, District Associations saw credit deterioration related to certain borrowers in their capital markets portfolios, driving some provisions for the quarter. The allowance analyses performed at District Associations generally reflect the improved positions for large portions of the respective portfolios. The year-over-year fluctuations for the District’s provision for credit losses will be impacted by each institution’s relative exposure to agricultural sectors and the economic conditions in individual agricultural sectors.

The performance of the broader economy, shifting global trade patterns, political instability abroad, and disruptive weather both domestically and internationally could create volatility in the agriculture sector. Each of these factors could translate into changes in credit quality, which may impact provision for credit losses across the District.

Non-interest Income
Non-interest income increased primarily due to increased mineral income due to higher oil prices. Also contributing was increased financially related services income driven by higher commodity prices and market volatility which drove increased premiums. Offsetting some of the increase were decreases in prepayment and refinancing activity, a result of the rising interest rate environment.

Non-interest Expense
Non-interest expense increased compared to the same period of the prior year. This was due to increased salaries and benefits expense, a result of increased headcount across District Associations and annual merit increases that went into effect early in the year. Additionally, in June 2022, the Farm Credit System Insurance Corporation announced an increase in premium rates for all Farm Credit institutions from 16 basis points to 20 basis points, effective retroactively to January 1, 2022.

Loan Portfolio

District Loans by Loan Type		
(in thousands)	**September 30, 2022**	December 31, 2021
Real estate mortgage	**$80,682,736**	$78,221,408
Production and intermediate-term	**30,895,600**	31,324,281
Agribusiness:		
Loans to cooperatives	**1,714,198**	1,511,502
Processing and marketing	**19,313,913**	16,333,188
Farm-related businesses	**2,335,410**	1,719,434
Rural infrastructure:		
Power	**2,410,592**	1,879,594
Communications	**3,336,468**	2,757,668
Water/Wastewater	**412,268**	342,509
Rural residential real estate	**2,638,869**	2,691,710
Agricultural export finance	**615,096**	345,763
Lease receivables	**288,559**	234,992
Loans to other financing institutions	**837,683**	703,471
Mission related investments	**2,367,796**	2,393,014
Total	**$147,849,188**	$140,458,534

District loans increased $7.4 billion, or 5.3 percent, from December 31, 2021. The increase in total loans was primarily due to increased agribusiness volume. Strong demand in the capital markets segment from increases in grain prices, related margin calls, and increased input costs have caused higher draws on operating lines for processing and marketing customers. Partially offsetting the year-to-date growth, were repayments by these customers made in the normal seasonal course of selling inventories. These repayments were larger and came later than normal following the spring commodity price run-ups. Lastly, while volume has increased, higher input costs in the livestock sectors of agribusiness have restricted borrower's ability to expand which, in turn, has limited portfolio growth at some Associations.

Growth in the real estate mortgage sector was due to continued demand for lower fixed rates early in 2022 and growth has continued through the second and third quarters, but at a slower rate. The sharp increase in rates during 2022 and competitive pressure are expected to stifle growth in this portfolio. While portfolio growth occurred at many District Associations, certain Associations have recently observed increased repayment activity driven by high commodity prices, primarily grains, leading to strong earnings by borrowers.

The increases in total loans was slightly offset by decreases in the production and intermediate-term sector. The decreases were attributable to the normal paydowns in the first half of the year from the sale of the previous year’s crop, which have been increased due to strong grain prices. Offsetting some of the decreases in operating loans, are the third quarter increases that were driven by higher input costs. The loan portfolios exhibit some seasonality relating to the patterns of operating loans made to crop producers. Operating loans are normally at their lowest levels following the harvest and then increase in the spring and throughout the rest of the year as borrowers fund operating needs. Additionally, operating loan balances tend to spike at the end of the calendar year as producers purchase inputs for the upcoming crop year, followed by sharp repayments in January.

Loan Quality

The primary credit quality indicator utilized by the Bank and Associations is the FCA Uniform Loan Classification System, which categorizes loans into five categories. The categories are defined as follows:

- Acceptable – assets are expected to be fully collectible and represent the highest quality.
- Other assets especially mentioned (Special Mention) – assets are currently collectible but exhibit some potential weakness.
- Substandard – assets exhibit some serious weakness in repayment capacity, equity, and/or collateral pledged on the loan.
- Doubtful – assets exhibit similar weaknesses to substandard assets; however, doubtful assets have additional weaknesses in existing factors, conditions and values that make collection in full highly questionable.
- Loss – assets are considered uncollectible.

The following table shows loans and related accrued interest classified under the Uniform Loan Classification System as a percentage of total loans and related accrued interest receivable.

District Loan Quality

	September 30, 2022	December 31, 2021
Acceptable	**96.6 %**	95.0 %
Special Mention	**1.7 %**	2.7 %
Substandard/Doubtful	**1.7 %**	2.3 %
Total	**100.0 %**	100.0 %

Credit quality, net farm income and farm sector working capital are strong and have persisted through the nine months ended September 30, 2022, driven by favorable commodity prices in certain sectors. The District has also maintained disciplined origination standards supporting high quality loans. Substandard/Doubtful loans, collectively called adverse loans, are loans AgriBank and District Associations have identified as showing some credit weakness according to established credit standards. No loans were categorized as loss as of September 30, 2022 or December 31, 2021.

Nonperforming Assets

(in thousands)	**September 30, 2022**	December 31, 2021
Nonaccrual Loans:		
Real estate mortgage	**$250,904**	$315,136
Production and intermediate-term	**113,603**	131,580
Agribusiness	**92,940**	35,037
Rural infrastructure	**4,814**	5,681
Rural residential real estate	**12,202**	13,954
Other	**3,267**	1,544
Total nonaccrual loans	**$477,730**	$502,932
Accruing Restructured Loans:		
Real estate mortgage	**$50,022**	$48,808
Production and intermediate-term	**16,009**	14,294
Agribusiness	**10,054**	1,713
Rural residential real estate	**1,741**	1,897
Total accruing restructured loans	**$77,826**	$66,712
Accruing Loans 90 Days or More Past Due:		
Real estate mortgage	**$1,881**	$1,648
Production and intermediate-term	**12,766**	2,531
Rural residential real estate	**368**	—
Other	**175,022**	83,909
Total accruing loans 90 days or more past due	**$190,037**	$88,088
Total nonperforming loans	**$745,593**	$657,732
Other property owned	**1,870**	22,769
Total nonperforming assets	**$747,463**	$680,501

Note: Accruing loans include accrued interest receivable.

The Other category is composed of certain assets originated under the Mission Related Investment authority and finance leases.

Overall, nonperforming assets have increased primarily due to the increase in accruing loans 90 days or more past due with somewhat of an offset due to the decrease in total nonaccrual loans.

Accruing loans 90 days or more past due increased primarily due to one large loan included in the Other category. This loan is held by two District Associations, and it became more than 90 days past due in the second quarter. Separately, in the third quarter, payment was received on two loans, which drove the modest quarter over quarter decrease. All of the loans within the Other, accruing loans 90 days or more past due category are 100 percent secured by Federal Government guarantees. While past-due volume is expected to be periodically elevated over the next several months, there are minimal expected losses because of the guarantees.

Nonaccrual loans decreased during the nine months ended September 30, 2022 due to repayment of large nonaccrual loans at one Association and the payoff of a large loan at another in the first half of 2022. In addition, the restoration of a number of smaller loans to accrual status contributed to the decrease. In general, loan performance has been positively impacted by working capital and commodity prices. The overall decreases were somewhat offset in the third quarter by one large borrower of agribusiness loans moving to nonaccrual status broadly participated across the District.

Aging Analysis of Loans

(in thousands) **As of September 30, 2022**	30-89 Days Past Due	90 Days or More Past Due	Total Past Due	Not Past Due or Less Than 30 Days Past Due	Total
Real estate mortgage	**$85,551**	**$46,843**	**$132,394**	**$81,623,916**	**$81,756,310**
Production and intermediate-term	**58,560**	**46,040**	**104,600**	**31,222,846**	**31,327,446**
Agribusiness	**15,988**	**2,132**	**18,120**	**23,448,074**	**23,466,194**
Rural infrastructure	**—**	**—**	**—**	**6,175,227**	**6,175,227**
Rural residential real estate	**8,685**	**4,173**	**12,858**	**2,636,898**	**2,649,756**
Other	**74,491**	**177,890**	**252,381**	**3,886,671**	**4,139,052**
Total	**$243,275**	**$277,078**	**$520,353**	**$148,993,632**	**$149,513,985**

As of December 31, 2021	30-89 Days Past Due	90 Days or More Past Due	Total Past Due	Not Past Due or Less Than 30 Days Past Due	Total
Real estate mortgage	$131,944	$56,108	$188,052	$78,818,252	$79,006,304
Production and intermediate-term	82,740	42,576	125,316	31,527,220	31,652,536
Agribusiness	4,282	2,105	6,387	19,623,111	19,629,498
Rural infrastructure	—	—	—	4,987,654	4,987,654
Rural residential real estate	10,277	3,159	13,436	2,688,549	2,701,985
Other	178,405	85,305	263,710	3,439,870	3,703,580
Total	$407,648	$189,253	$596,901	$141,084,656	$141,681,557

Note: Accruing loans include accrued interest receivable.

The Other category is composed of certain assets originated under the Mission Related Investment authority, loans to other financing institutions, agricultural export finance and finance leases.

Overall, delinquencies at September 30, 2022 decreased during the nine months ended September 30, 2022 compared to the year ended 2021 as a result of strong credit quality across the District.

Changes in Allowance for Loan Losses and Year End Recorded Investments by Loan Type

(in thousands)	Real Estate Mortgage	Production and Intermediate-Term	Agribusiness	Rural Infrastructure	Rural Residential Real Estate	Other	Total
Allowance for loan losses:							
As of December 31, 2021	**$140,904**	**$123,613**	**$90,460**	**$9,551**	**$4,194**	**$3,637**	**$372,359**
(Reversal of) provision for credit losses	**(47,810)**	**(39,467)**	**28,777**	**2,998**	**(894)**	**(507)**	**(56,903)**
Loan recoveries	**950**	**14,330**	**143**	**188**	**146**	**—**	**15,757**
Loan charge-offs	**(1,676)**	**(4,428)**	**(8)**	**—**	**(262)**	**—**	**(6,374)**
Adjustment due to merger	**(285)**	**(1,821)**	**(1,369)**	**(444)**	**—**	**(3)**	**(3,922)**
Reclassification from (to) reserve for unfunded commitments*	**—**	**568**	**—**	**—**	**—**	**—**	**568**
Balance as of September 30, 2022	**$92,083**	**$92,795**	**$118,003**	**$12,293**	**$3,184**	**$3,127**	**$321,485**
As of September 30, 2022							
Ending balance: individually evaluated for impairment	**11,032**	**14,606**	**27,134**	**1,051**	**193**	**806**	**54,822**
Ending balance: collectively evaluated for impairment	**81,051**	**78,189**	**90,869**	**11,242**	**2,991**	**2,321**	**266,663**
Recorded investment in loans outstanding:							
Ending balance as of September 30, 2022	**$81,756,310**	**$31,327,446**	**$23,466,194**	**$6,175,227**	**$2,649,756**	**$4,139,052**	**$149,513,985**
Ending balance: individually evaluated for impairment	**302,807**	**142,378**	**102,994**	**4,814**	**14,311**	**178,289**	**745,593**
Ending balance: collectively evaluated for impairment	**81,453,503**	**31,185,068**	**23,363,200**	**6,170,413**	**2,635,445**	**3,960,763**	**148,768,392**

(in thousands)	Real Estate Mortgage	Production and Intermediate-Term	Agribusiness	Rural Infrastructure	Rural Residential Real Estate	Other	Total
Allowance for loan losses:							
As of December 31, 2020	$251,097	$169,467	$71,726	$9,188	$5,953	$3,708	$511,139
(Reversal of) provision for credit losses	(93,025)	(35,490)	14,267	2,338	(1,262)	(252)	(113,424)
Loan recoveries	1,159	7,267	2,501	—	288	—	11,215
Loan charge-offs	(2,950)	(11,033)	(33)	—	(362)	—	(14,378)
Reclassification from (to) reserve for unfunded commitments*	—	2,657	—	—	—	—	2,657
Balance at September 30, 2021	$156,281	$132,868	$88,461	$11,526	$4,617	$3,456	$397,209
As of December 31, 2021							
Ending balance: individually evaluated for impairment	18,614	18,159	14,521	1,225	193	663	53,375
Ending balance: collectively evaluated for impairment	122,290	105,454	75,939	8,326	4,001	2,974	318,984
Recorded investment in loans outstanding:							
Ending balance as of December 31, 2021	$79,006,304	$31,652,536	$19,629,498	$4,987,654	$2,701,985	$3,703,580	$141,681,557
Ending balance: individually evaluated for impairment	365,592	148,405	36,750	5,681	15,851	85,453	657,732
Ending balance: collectively evaluated for impairment	78,640,712	31,504,131	19,592,748	4,981,973	2,686,134	3,618,127	141,023,825

*Represents reclassifications between the allowance for loan losses and the reserve for unfunded commitments as a result of advances on or repayments of seasonal lines of credit or other loans.

Investments

AgriBank is responsible for meeting the District's funding, liquidity and asset/liability management needs. While access to the unsecured debt capital markets remains the District's primary source of liquidity, the Bank also maintains a secondary source of liquidity through a high-quality investment portfolio and other short-term liquid assets.

The Bank typically holds high-quality investments and other short-term liquid assets on an available-for-sale basis. Refer to the AgriBank 2021 Annual Report for additional information about the Bank's investment portfolio. District Associations have regulatory authority to enter into certain guaranteed investments, typically mortgage-backed or asset-backed securities, and are primarily held to maturity. Refer to individual District Associations' 2021 annual reports for specific information about the investments at the District Associations. Investment securities held by AgriBank and District Associations are primarily debt securities that decrease in value as interest rates rise. Throughout 2022, unrealized gains decreased and unrealized losses increased in the investment portfolios as a result of the rise in interest rates.

AgriBank sold certain investments during the nine months ended September 30, 2022. Refer to the AgriBank Quarterly Report for additional information.

Investment Information

(in thousands) **As of September 30, 2022**	**Amortized Cost**	**Unrealized Gains**	**Unrealized Losses**	**Fair Value**
AgriBank investments	**$21,034,207**	**$2,412**	**$864,129**	**$20,172,490**
District Association investments	**2,521,796**	**1,268**	**200,049**	**2,323,015**
Total District investments	**$23,556,003**	**$3,680**	**$1,064,178**	**$22,495,505**
(in thousands) As of December 31, 2021	Amortized Cost	Unrealized Gains	Unrealized Losses	Fair Value
AgriBank investments	$18,470,968	$28,438	$106,778	$18,392,628
District Association investments	2,021,166	30,394	20,513	2,031,047
Total District investments	$20,492,134	$58,832	$127,291	$20,423,675

District Capital

AgriBank and District Associations believe a sound capital position is critical to long-term financial stability. AgriBank and District Associations maintain adequate capital to protect against unanticipated losses as well as to meet growth needs. Total shareholders' equity increased $864.1 million, primarily resulting from net income for the nine months ended September 30, 2022, partially offset by patronage accruals.

Accumulated Other Comprehensive Loss

(in thousands)	**September 30, 2022**	December 31, 2021
Investment securities activity	**$(861,714)**	$(78,338)
Derivatives and hedging activity	**59,040**	(130,663)
Employee benefit plans activity	**(399,025)**	(433,328)
Total accumulated other comprehensive loss	**$(1,201,699)**	$(642,329)

The increase in accumulated other comprehensive loss as of September 30, 2022 compared to the year ended December 31, 2021 relates to the increasing unrealized losses on available-for-sale investment securities affected by rising interest rates throughout 2022. This was slightly offset by derivative and hedging activity. Rising interest rates throughout 2022 have positively impacted AgriBank's pay-fixed swap portfolio designated as cash flow hedges.

The Farm Credit Administration sets minimum regulatory capital requirements for Banks and Associations.

Regulatory Capital Requirements and Ratios

As of September 30, 2022	Primary Components of Numerator	Regulatory Minimums	Minimum with Buffer	Bank	District Associations[5]	
Risk adjusted:						
Common equity tier 1 capital ratio (CET1)	Unallocated retained earnings (URE), common cooperative equities (qualifying capital stock and allocated equity)[1]	4.5 %	7.0 %	**16.5 %**	**13.6 % -**	**18.2 %**
Tier 1 capital ratio	CET1 capital, non-cumulative perpetual preferred stock	6.0 %	8.5 %	**17.1 %**	**14.3 % -**	**18.2 %**
Total capital ratio	Tier 1 capital, allowance for loan losses[2], common cooperative equities[3] and term preferred stock and subordinated debt[4]	8.0 %	10.5 %	**17.1 %**	**15.2 % -**	**18.3 %**
Permanent capital ratio	Retained earnings, common stock, non-cumulative perpetual preferred stock and subordinated debt, subject to certain limits	7.0 %	7.0 %	**17.1 %**	**15.1 % -**	**18.2 %**
Non-risk adjusted:						
Tier 1 leverage ratio	Tier 1 capital	4.0 %	5.0 %	**5.1 %**	**14.5 % -**	**20.4 %**
UREE leverage ratio	URE and URE Equivalents	1.5 %	1.5 %	**2.2 %**	**12.8 % -**	**20.3 %**

[1] Equities outstanding 7 or more years
[2] Capped at 1.25% of risk-adjusted assets
[3] Outstanding 5 or more years, but less than 7 years
[4] Outstanding 5 or more years
[5] Due to the pending liquidation status and minimal assets remaining at Delta, ACA, capital ratios for the entity have been excluded for this table

Effective January 1, 2022, the FCA regulations slightly modified the calculation of the unallocated retained earnings and equivalents leverage ratio to include certain additional deductions. The modification did not have a material impact on the calculation for any District entity.

Other Matters

AgriBank's approval is required for significant structure changes at District Associations, including, but not limited to: merger, acquisition, liquidation or reaffiliation to another Farm Credit District.

On June 24, 2022, the boards of directors of Farm Credit Midsouth, ACA and Farm Credit Mid-America, ACA executed a letter of intent to merge the two Associations. The merged Association would be named Farm Credit Mid-America, ACA and headquartered in Louisville, Kentucky. Both Associations are undertaking due diligence to assess merger benefits. The boards of both Associations and AgriBank approved the merger, and it was submitted to the Farm Credit Administration on September 22, 2022, for review. If the Farm Credit Administration approves the merger, customer-owners would vote on the merger in early 2023. If approved, the target effective date for the merger is April 1, 2023.

Effective January 1, 2022, two District Associations, AgCountry Farm Credit Services, ACA and Farm Credit Services of North Dakota, ACA merged and are doing business as AgCountry Farm Credit Services, ACA with headquarters in Fargo, N.D.

In 2021, Delta, ACA's (Delta's) board of directors determined that it was in the best interests of Delta to voluntarily dissolve and approved a preliminary resolution to proceed with a plan to voluntarily liquidate and dissolve the Association (the Plan). On March 17, 2022, the FCA preliminarily approved the Plan. On April 14, 2022, Delta's stockholders approved the Plan, which includes an agreement to sell the loan portfolio to another District Association. Subsequently, on April 19, 2022, the FCA provided final approval of the Plan. The sale of Delta's entire loan portfolio to AgHeritage Farm Credit Services, ACA occurred on May 1, 2022. All Delta employees were terminated effective May 31, 2022. The assets are under the control of a liquidation agent, and the ultimate timing of the final liquidation is uncertain and subject to multiple considerations.

Select Information on AgriBank District Associations

(in thousands)

As of September 30, 2022	Wholesale Loan Amount	% of Wholesale Portfolio	Total Assets	Total Allowance and Capital	Total [3] Regulatory Capital Ratio	Nonperforming [1] as a % of Total Loans	Return on [3] Assets
Farm Credit Services of America	**$31,170,569**	**27.4%**	**$38,710,000**	**$7,235,103**	**15.2%**	**0.4%**	**1.9%**
Farm Credit Mid-America	**25,313,841**	**22.2%**	**31,287,083**	**5,622,964**	**16.9%**	**1.0%**	**1.6%**
Compeer Financial	**22,766,087**	**20.0%**	**28,121,342**	**4,710,517**	**15.3%**	**0.5%**	**1.8%**
GreenStone Farm Credit Services	**10,308,783**	**9.0%**	**12,738,117**	**2,268,966**	**15.7%**	**0.3%**	**2.4%**
AgCountry Farm Credit Services[2]	**9,123,390**	**8.0%**	**11,743,018**	**2,478,880**	**17.0%**	**0.3%**	**1.7%**
FCS Financial	**4,853,679**	**4.3%**	**6,025,318**	**1,110,426**	**15.9%**	**0.3%**	**1.9%**
Farm Credit Illinois	**4,126,693**	**3.6%**	**5,337,853**	**1,180,518**	**18.3%**	**0.1%**	**1.7%**
AgHeritage Farm Credit Services	**1,872,852**	**1.6%**	**2,311,378**	**424,281**	**15.9%**	**0.3%**	**1.9%**
Farm Credit Services of Western Arkansas	**1,475,191**	**1.3%**	**1,868,389**	**362,315**	**18.2%**	**0.8%**	**1.6%**
Farm Credit Services of Mandan	**1,159,083**	**1.0%**	**1,513,029**	**338,129**	**18.0%**	**0.4%**	**1.8%**
Farm Credit Midsouth	**1,045,488**	**0.9%**	**1,326,975**	**267,720**	**17.8%**	**0.0%**	**1.5%**
Farm Credit Southeast Missouri	**817,432**	**0.7%**	**1,024,335**	**195,425**	**17.9%**	**0.1%**	**2.1%**
Delta Agricultural Credit Association	**—**	**—%**	**7,116**	**7,112**	**NM**	**—%**	**NM**
Total	**$114,033,088**	**100.0%**	**$142,013,953**	**$26,202,356**			

[1] Nonperforming loans are comprised of nonaccrual loans, accruing restructured loans and accruing loans 90 days or more past due.

[2] Loan amounts do not include fair value adjustments due to merger.

[3] Not meaningful; due to the pending liquidation status and minimal assets remaining at Delta, ACA, certain ratios for the entity have been excluded for this table.

Combined Balance Sheets

AgriBank, FCB and District Associations

(unaudited)

(in thousands)

	September 30, 2022	December 31, 2021
Assets		
Cash	**$946,869**	$1,376,581
Investments	**22,694,286**	20,413,794
Loans	**147,849,188**	140,458,534
Allowance for loan losses	**321,485**	372,359
Net loans	**147,527,703**	140,086,175
Accrued interest receivable	**1,716,067**	1,271,385
Premises and equipment, net	**722,342**	702,637
Other assets	**708,914**	591,708
Total assets	**$174,316,181**	$164,442,280
Liabilities		
Bonds and notes	**$140,544,101**	$132,665,518
Subordinated notes	**200,000**	200,000
Member investment bonds	**3,594,904**	2,037,089
Accrued interest payable	**473,137**	261,016
Patronage distribution payable	**498,601**	1,043,699
Other liabilities	**814,092**	907,668
Total liabilities	**146,124,835**	137,114,990
Shareholders' equity		
Preferred stock	**450,000**	450,000
Capital stock and participation certificates	**373,381**	362,995
Capital stock and participation certificates receivable	**(129,686)**	(118,179)
Additional paid-in capital	**2,443,241**	2,084,988
Allocated retained earnings	**267,500**	269,317
Unallocated retained earnings	**25,858,856**	24,802,092
Accumulated other comprehensive loss	**(1,201,699)**	(642,329)
Noncontrolling interest	**129,753**	118,406
Total shareholders' equity	**28,191,346**	27,327,290
Total liabilities and shareholders' equity	**$174,316,181**	$164,442,280

Combined Statements of Income

AgriBank, FCB and District Associations

(unaudited)

(in thousands)	Three months		Nine months	
For the periods ended September 30,	**2022**	2021	**2022**	2021
Interest Income				
Loans	**$1,540,547**	$1,176,925	**$4,096,654**	$3,455,268
Investment securities and other earning assets	**96,060**	36,848	**186,910**	114,543
Total interest income	**1,636,607**	1,213,773	**4,283,564**	3,569,811
Interest Expense	**628,404**	304,916	**1,363,654**	903,294
Net interest income	**1,008,203**	908,857	**2,919,910**	2,666,517
Provision for (reversal of) credit losses	**5,100**	(66,542)	**(56,903)**	(113,424)
Net interest income after provision for (reversal of) credit losses	**1,003,103**	975,399	**2,976,813**	2,779,941
Non-interest income				
Net fee income	**29,332**	32,270	**77,041**	99,080
Financially related services income	**67,272**	55,247	**122,446**	109,231
Net gains on sales of investments and other assets	**(282)**	485	**(3,399)**	1,852
Mineral income	**26,295**	13,703	**66,416**	38,311
Other income	**24,218**	2,203	**38,752**	28,317
Total non-interest income	**146,835**	103,908	**301,256**	276,791
Non-interest expense				
Salaries and employee benefits	**240,107**	237,995	**699,730**	640,182
Occupancy and equipment	**43,100**	38,322	**117,711**	111,064
Purchased services	**32,748**	25,594	**83,340**	74,767
Farm Credit System Insurance Corporation expense	**61,505**	44,001	**180,134**	131,724
Other expense	**69,546**	64,975	**209,377**	183,086
Total non-interest expense	**447,006**	410,887	**1,290,292**	1,140,823
Income before income taxes	**702,932**	668,420	**1,987,777**	1,915,909
Provision for income taxes	**14,914**	13,291	**44,803**	39,657
Net income	**$688,018**	$655,129	**$1,942,974**	$1,876,252

AgriBank
FARM CREDIT BANK

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