

President's Message

The third quarter proved busy at FHLB Cincinnati with a variety of events and new initiatives kicking off to bring more value to your FHLB membership. This quarter we expanded our voluntary Rise Up program and launched the Flex Fixed Rate Advance product and Affordable Rate Program (ARP).

The ARP is a new addition to our Mortgage Purchase Program and offers up to 2.0 percent lower note rates on MPP loans to income eligible borrowers. This unique program has been so popular among our sellers since its launch that the initial voluntary housing funds for this program have been exhausted. We and our Board will continue to look for innovative ways to make home-ownership more affordable for low- to moderate-income homebuyers.

We also welcomed the Director of the Federal Housing Finance Agency, Bill Pulte along with Ohio Senator Bernie Moreno to Cincinnati for a roundtable about housing finance and economic development with a particular focus on the FHLB's role in each. The discussions were positive and we are grateful to both Sen. Moreno and Director Pulte for their continued support of the FHLBank System.

We are focused on building off these recent successes and finishing the year strong. We appreciate your business and the strong cooperative partnership you allow us to provide as your FHLB.

ANDREW S. HOWELL
President & CEO



Director Election Voting Open

In this year's election, eligible Kentucky members will elect two member directors, and all eligible Kentucky, Ohio and Tennessee members will elect one independent director, at-large. All directors will serve four-year terms commencing January 1, 2026. Ballots were sent to members electronically from "FHLB Cincinnati Election Coordinator" on October 13. The voting portal will be open through November 14. Results will be ratified by the Board on November 20.

Please direct any questions to Melissa Dallas, FVP, Corporate Secretary at DirectorElection2025@fhlbcin.com, or to your Relationship Manager.

Upcoming Events

NOVEMBER 13

Fall Facilitation Webinar
with Ryan Hayhurst,
President, The Baker Group

NOVEMBER 18

AHP awards announced



2025 Fall Facilitation Webinar

Join us for the 2025 Fall Facilitation Webinar on Thursday, November 13. Ryan Hayhurst, President of The Baker Group, will outline current trends in liquidity and balance sheet management. This one-hour session will be held virtually and begin at 10:00 a.m. ET.

New Flex Fixed Rate Advance

The FHLB has launched our newest Advance product, the Flex Fixed Rate Advance!

This new Advance provides members with greater flexibility in managing interest rate risk and cashflow timing. It is a fixed-rate, fixed-term product, similar to the Regular Fixed-Rate Advance, but with several key enhancements. Instead of collecting

interest at a monthly cadence only, the Flex Advance allows members to select how frequently they want to pay interest. Permitted interest payment cadences include monthly, quarterly, semi-annual, or annual. Members can also select the day of the month of their desired payments.

Like its Flex name, this Advance offers additional flexibility allowing members to

better align timing cashflows of assets with the pay stream of your liabilities! The Flex Advance also allows for prepayment in whole only and for a fee.

Please visit our website, Credit Guide, contact our Credit Team, or reach out to your Relationship Manager to learn more.

Roundtable with Senator Moreno and FHFA Director Pulte

FHLB joined Ohio Senator Bernie Moreno, Federal Housing Finance Agency Director Bill Pulte, FHLB members, directors and other community leaders for a roundtable discussion about housing finance, affordable housing solutions and economic development on August 19.

Thanks to all those who participated in that insightful discussion!



Financial Management Conference Recap

Thank you to all members who attended the annual Financial Management Conference in August — this year hosted in Nashville, Tenn. The conference theme for this year, Navigating What's Next, helped prepare our members for the future of the industry. We look forward to seeing many of you next year in Cincinnati for the 2026 Conference.



FHLB Welcomes New Member

The FHLB welcomed the following new member stockholder in the last quarter:

Farmers Life Insurance Company
Knoxville, Tenn.

Dividend Declaration and Payment

At its September 18, 2025 meeting, the FHLB's Board of Directors declared a dividend for the second quarter 2025, at an 8.75 percent annualized rate. The dividend payment occurred September 18 in the form of cash.

Disaster Reconstruction Program

Households affected by natural disasters may qualify for help with purchasing, constructing or repairing their primary residence through the Disaster Reconstruction Program (DRP). Grants of up to \$20,000 are available to homeowners in declared disaster areas, and renters can qualify for \$10,000 toward the purchase of a home. FHLB Cincinnati established the DRP as a standing response to disasters that occur within Kentucky, Ohio and Tennessee. FHLB members can make a positive impact on their community by offering funds to assist customers in replacing or repairing homes that have been damaged due to a disaster.

Requests can now be submitted for eligible disasters that were declared within 48 months. Visit our website for a current list of disaster declarations by county to see if your area is eligible.

Rise Up Program Expands to Kentucky and Tennessee



FHLB Cincinnati has expanded the Rise Up pilot program to provide down payment assistance to first-time, first-generation homebuyers in Kentucky and Tennessee. The program, administered by Fahe in Kentucky and eastern Tennessee and United Housing Inc. in western Tennessee, offers \$25,000 grants per household to be used for down payment, closing costs or principal reduction assistance.

Eligible homebuyers must:

- Have at least one borrower certify as a first-generation and first-time homebuyer
- Participate in homeownership education through a HUD-approved counseling agency
- Have a household income less than or equal to 120 percent of the HUD-defined Multifamily Tax Subsidy Project Income Limit (MTSP) for the area in which the home is being purchased

Eligible properties must be:

- A single family home (1- to 4-family units)
- Located within Kentucky or Tennessee
- Manufactured homes taxed and titled as real estate and attached to a permanent foundation
- Used as a primary residence by the homebuyer

Mortgages for homebuyers in the program must be originated by an FHLB member financial institution or state housing finance agency and are subject to a five-year retention agreement. Look for more information on our website at www.fhlbcin.com.



Advancements is a publication of the Federal Home Loan Bank of Cincinnati's Public Affairs department. Previous issues of Advancements are available at www.fhlbcin.com. Your comments and suggestions are welcome. Contact: Laura Gaffin, AVP, Communications Officer at (513) 852-7086, email gaffinlm@fhlbcin.com.

- Facebook.com/FHLBCincinnati
- X.com/fhlbcin
- LinkedIn: FHLB Cincinnati
- Instagram.com/FHLBCin