

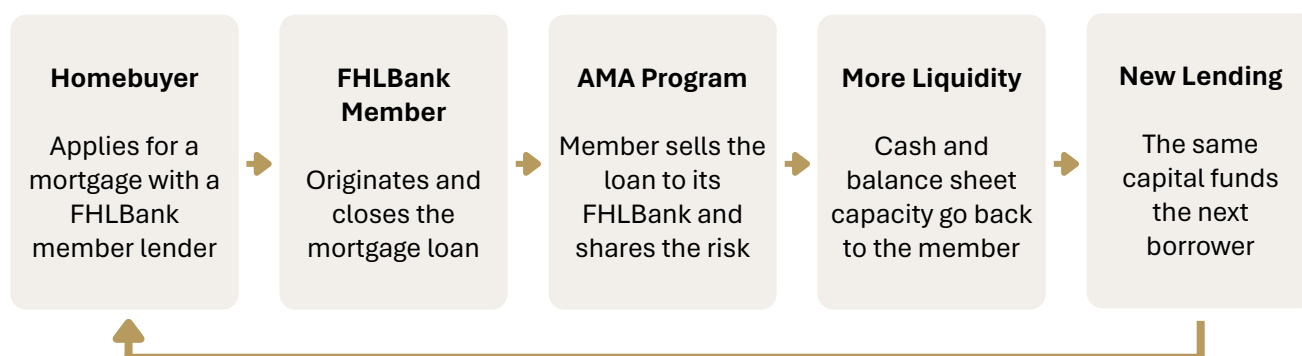
FHLBank Issue Brief

FHLBank System AMA Programs

Along with providing liquidity through advances and letters of credit, the FHLBanks also operate Acquired Member Asset (AMA) programs that allow members to sell eligible mortgage assets to their FHLBank. Active since 1997, AMA programs further the mission of the FHLBanks by providing an additional avenue for members to acquire liquidity for housing finance.

Through AMA programs, the FHLBanks have a direct role in supporting the secondary mortgage market and they help members manage interest-rate risk, prepayment risk, and credit risk. They also allow lenders to retain relationships with their borrowers and help smaller financial institutions remain competitive in the mortgage business and are an example of how the FHLBank System turns capital into community impact.

How FHLBank AMA Programs Work



The FHLBanks maintain three separate AMA programs. The Mortgage Partnership Finance (MPF®) program is administered by FHLBank Chicago. The Mortgage Purchase Program (MPP) is operated by FHLBank Cincinnati and FHLBank Indianapolis. And the Mortgage Asset Program (MAP) is operated by FHLBank New York.

Eligible AMA assets include 1-4 family residential, fixed-rate, 15- or 30-year, owner-occupied mortgages. Regulations governing AMA programs require participating FHLBank members to retain skin-in-the-game via credit enhancements that vary, depending on the relative AMA program.¹

Nine of the 11 FHLBanks currently participate in an AMA program. According to data published by the

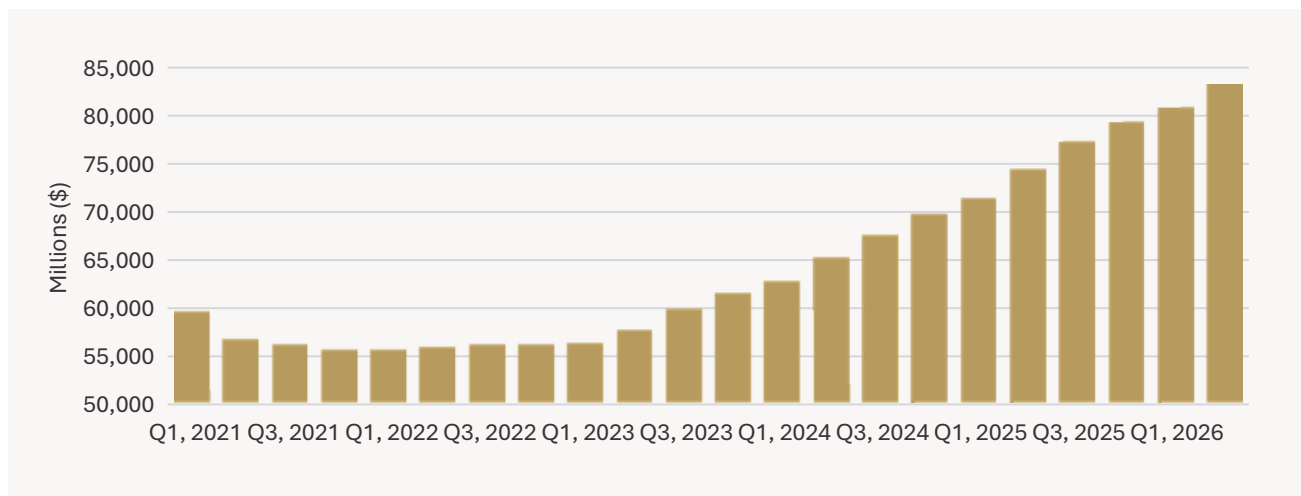
AMA Program Benefit

- Provide an avenue of funding that can be redeployed into new lending activity
- Reduce exposure to interest-rate risk
- Mitigate prepayment and credit risk
- Allow retention of servicing, which generates income and allows members to maintain borrower relationships
- Improve balance sheet management and capital efficiency
- Certain programs compensate members for assuming specific credit enhancement obligations

¹ FHLBank Chicago also operates MPF Xtra a mortgage-purchase program that is not an AMA program in the traditional sense and does not require participating financial institutions to provide credit enhancement.

Federal Housing Finance Agency (FHFA), in 2024 the AMA programs were used to purchase mortgages hailing from more than 2,200 counties across all 50 states and the District of Columbia.² At the end of 2024, the FHLBanks collectively held more than \$69 billion worth of mortgage loans in portfolio, a figure that increased to over \$79 billion at the end of 2025 and stood at more than \$85 billion at the end of the second quarter of 2026.

FHLBank AMA Programs 2021 - Q2 2026



AMA programs provide a substantial benefit to small and mid-sized insured depositories that originate mortgages. While most mortgage purchases by Fannie Mae, Freddie Mac, and Ginnie Mae in recent years have been from independent mortgage banks, nearly 100 percent of FHLBank AMA purchases are from insured depository members. And since more than 96 percent of FHLBank members are small community banks and credit unions, AMA programs provide a critical counterbalance that ensures local lenders are positioned to continue serving their communities and helping move their economies forward.

² <https://www.fhfa.gov/data/pudb>