

**FEDERAL HOME LOAN BANK OF PITTSBURGH
CHARTER FOR THE FINANCE COMMITTEE
OF THE BOARD OF DIRECTORS**

January 2018

Purpose

The Finance Committee (Committee) is a committee of the Board of Directors of the Federal Home Loan Bank of Pittsburgh that assists the Board with the oversight management of the balance sheet and the oversight of non-member counterparty credit risk. The Committee oversees the Bank's risk/return profile.

The Committee oversees the Bank's management of the balance sheet to determine if the risk/return profile is appropriate and is consistent with the Bank's risk appetite. In this role the Committee shall:

- Periodically review and approve proposals regarding financial, investment, funding, hedging, and management strategies and key decisions of the management-level committees;
- Review all key risk governance policies applicable to non-member credit risk including but not limited to asset classification funding, hedging strategy, asset & liability management, and counterparty & investment (secured and unsecured) credit risk with recommendations for approval to the full Board of Directors;
- Review management's assurance of compliance with the above-referenced risk management policies;
- Review the adequacy of capital and retained earnings levels;
- Review new investment opportunities recommended by management;
- Monitor liquidity;
- Monitor leverage; and
- Annually review investment portfolio, funding and hedging, and balance sheet strategies.

Membership and Meetings

The Board shall appoint the members of the Committee and shall designate its Chairperson and Vice Chairperson. The Chairperson shall have overall responsibility for leading the Committee. The Vice Chairperson shall have an active role in supporting the Chairman by serving as a principal point of contact for management on a subset of the issues for which the Committee is responsible. The Chairperson and Vice Chairperson of the Board are non-voting *ex officio* members of the Committee who may participate in discussion and debate, but do not count for quorum requirements. Sufficient meetings will be scheduled to permit full and timely oversight of the Bank's risk management functions. The Committee has the authority to obtain advice and assistance from outside legal, accounting, or other advisors as the Committee deems necessary to carry out its duties. The Bank's Managing Director of Capital Markets will staff the Committee. Written minutes of the Committee will be prepared

by the Secretary for each meeting. Detailed minutes of any executive session of the Committee will not be maintained; however, topics discussed will be noted in the written minutes. The approved original minutes will be forwarded to the Corporate Secretary for distribution to the full Board of Directors and filing with the Federal Housing Finance Agency.

Approved by the Board of Directors: December 14, 2017