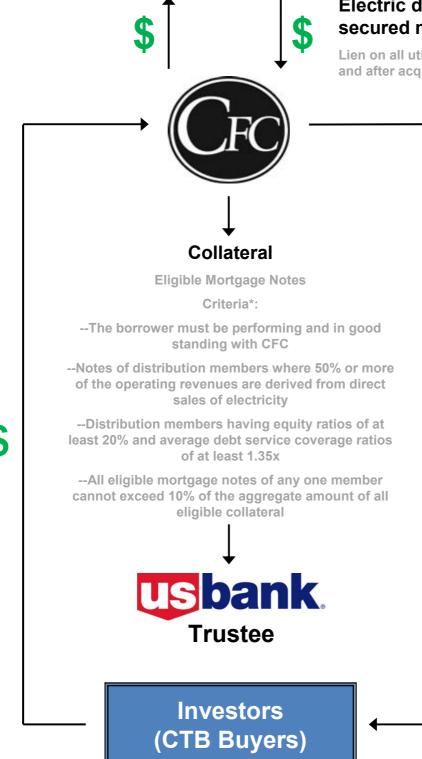
CFC Members



Electric distribution cooperative secured mortgage notes

Lien on all utility assets, a pledge of revenue and after acquired property.

Collateral Trust Bonds

("CTBs")

Secured by the pledge of permitted investments and eligible senior secured mortgage notes from distribution system borrowers.

Principal amount of eligible mortgage notes pledged must be in an amount at least equal to the outstanding principal amount of CTBs.

^{*}For more information on the criteria for eligible mortgage notes, see page 7 of the prospectus.