

FEDERAL HOME LOAN BANK OF NEW YORK

STATEMENTS OF CONDITION (in thousands)

	Unaudited		Audited
	Jun. 30, 2003	Jun. 30, 2002	Dec. 31, 2002
Assets			
Cash and due from banks	\$ 22,088	\$ 9,457	\$ 65,426
Interest bearing deposits	2,092,277	520,501	1,594,020
Federal funds sold	615,000	3,040,000	2,932,000
Held-to-maturity securities	19,925,851	17,302,640	19,021,719
Advances	74,554,437	64,468,295	68,926,073
Mortgage loans net of allowance for credit losses of \$503 as of June 30, 2003, \$245 as of June 30, 2002 and \$428 as of December 31, 2002	510,152	387,997	435,133
Loans to other FHLBanks	50,000	50,000	50,000
Loans guaranteed by Agency for International Development, net	768	929	847
Accrued interest receivable	350,118	386,279	377,209
Bank premises and equipment, net	16,194	8,437	14,646
Derivative assets	62,734	136,854	142,284
Other assets	23,762	26,819	46,266
Total assets	\$ 98,223,381	\$ 86,338,208	\$ 93,605,623
Liabilities and capital			
Liabilities			
Deposits			
Demand and overnight	\$ 2,851,108	\$ 2,204,767	\$ 2,479,693
Term	170,700	269,500	254,600
Other	5,562	4,037	8,384
Total deposits	3,027,370	2,478,304	2,742,677
Consolidated obligations, net			
Bonds	58,466,550	57,647,846	61,500,768
Discount notes	28,963,093	20,302,290	22,011,104
Total consolidated obligations	87,429,643	77,950,136	83,511,872
Accrued interest payable	480,098	615,611	539,481
Affordable Housing Program	111,633	108,244	109,848
Payable to REFCORP	13,253	13,351	13,846
Derivative liabilities	2,702,689	1,140,331	2,355,567
Other liabilities	63,887	31,761	36,714
Total liabilities	93,828,573	82,337,738	89,310,005
Capital			
Capital stock	4,154,971	3,777,556	4,051,182
Retained earnings	239,837	222,914	244,436
Total capital	4,394,808	4,000,470	4,295,618
Total liabilities and capital	\$ 98,223,381	\$ 86,338,208	\$ 93,605,623

STATEMENTS OF INCOME (in thousands)

	Unaudited Six Months Ended		Audited Year Ended
	Jun. 30, 2003	Jun. 30, 2002	Dec. 31, 2002
Interest income			
Advances	\$ 693,404	\$ 825,404	\$ 1,638,070
Interest bearing deposits	10,082	2,546	11,564
Federal funds sold	13,453	21,533	46,326
Held-to-maturity securities	398,325	411,754	827,340
Mortgage loan participations, including fees	13,030	13,996	26,413
Loans to other FHLBanks	1,577	1,456	2,995
Other	33	(19)	17
Total interest income	1,129,904	1,276,670	2,552,725
Interest expense			
Consolidated obligations	949,126	1,081,760	2,167,227
Deposits	16,995	20,101	42,460
Other borrowings	155	347	103
Other interest expense	0	-	363
Total interest expense	966,276	1,102,208	2,210,153
Net interest income	163,628	174,462	342,572
Provision for credit losses on mortgage loans	75	52	235
Net interest income after provision for credit losses	163,553	174,410	342,337
Other income			
Prepayment fees	315	29,485	39,130
Service fees	2,564	1,842	4,103
Net realized and unrealized (loss) gain on derivatives and hedging activities	1,537	(1,431)	(2,196)
Other, net	(514)	(17,134)	(26,994)
Total other income	3,902	12,762	14,043
Other expenses			
Operating	23,669	17,926	39,014
Finance Board and Office of Finance	2,676	2,407	4,399
Other	(1,746)	(5,353)	(5,656)
Total other expenses	24,599	14,980	37,757
Income before assessments	142,856	172,192	318,623
Affordable Housing Program	11,662	14,056	26,010
REFCORP	26,239	31,627	58,523
Total assessments	37,901	45,683	84,533
Net income	\$ 104,955	\$ 126,509	\$ 234,090

Notes:

The annual report is available in pdf format on our website at www.fhlnbny.com.

Certain amounts in prior year financial statements have been reclassified to conform to current year presentation.