

CODE OF ETHICS:

The Association and its Directors Officers and Employees(Employees), and Agents are committed to conduct business in accordance with the highest ethical standards as set forth in the Standards of Conduct Policy (Policy), which is applicable to the Directors, Employees and Agents relating to ethical conduct, conflicts of interest, and compliance with the law.

This Code of Ethics applies to the Directors, Employees and Agents who are instrumental carrying out the Mission of the Association. The Association expects all of its Agents, Directors and Employees to act in accordance with the highest standards of personal and professional integrity in all aspects of their activities, to comply with all applicable laws, rules and regulations, to deter wrongdoing, and abide by its Policy and other policies and procedures adopted by the Association that govern the conduct of its agents, directors and employees. This Code of Ethics is intended to supplement the Association's Standards of Conduct Policy.

In agreeing to this Code of Ethics, each Agent, Director and Employee pledges and agrees to:

- a. Engage in and promote honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships.
- b. Avoid conflicts of interest and disclose to the Association's Standards of Conduct Official or the Association's Audit Committee any material transaction or relationship that you have that reasonably could be expected to give rise to a conflict, or the appearance of a conflict of interest.
- c. Take all reasonable measures to protect the confidentiality of non-public information about the Association and its customers obtained or created in connection with its activities and to prevent the unauthorized disclosure of this information unless required by applicable law or regulation or legal or regulatory process.
- d. Produce full, fair, accurate, timely and understandable disclosure in the Association's financial statements and related financial reports or communications, as well as District reports and documents filed with, or submitted to, the stockholders, the District Bank, the Funding Corporation or the FCA.
- e. Comply with applicable governmental laws, rules and regulations, as well as the rules and regulations of self-regulatory agreements to which the Association is a party.
- f. Promptly report any possible conflicts of interest or other possible violation of this Code of Ethics by you or by any other Agent, Employee, or Director to the Association's Standards of Conduct Official, or the Association's Audit Committee. If this violation is potentially material to the District financial statements, the individual contacted will notify the District Bank General Counsel and the Chairman of the Association Audit Committee.

Reporting a possible violation to the Association's Standards of Conduct Official or the Association's Audit Committee in connection with this Code of Ethics will be accomplished through the Association's Complaints Section of the Audit Committee Charter, or in the alternative use the "Whistle Blower" feature on the Association's website, either of which ensures the reporting Individual, Agent, Director or Employee may remain anonymous.

All Agents, Directors and Employees are prohibited from directly or indirectly taking any action to fraudulently influence, coerce, manipulate or mislead the Association's independent public accountant for the purpose of rendering the financial statements of the Association misleading. Further, your actions at all times shall be constructive to the process of generating timely and accurate financial reporting.

In agreeing to this Code of Ethics, you understand you are agreeing to act in accordance with the highest standards of personal and professional integrity in all aspects of your activities, to comply with all applicable laws, rules and regulations, to deter wrongdoing, and abide by the Association's policies and procedures that govern the conduct of its Employees, Directors and Agents. In addition, you understand that you will be held accountable for adherence to the Code of Ethics and that your failure to observe the terms of this Code of Ethics may result in disciplinary action, up to and including termination or in the case of Directors, sanctions or removal from the Board. A violation of the Association's Code of Ethics may also constitute a violation of law and may result in civil and criminal penalties for the Agent, Director or Employee

For your information, all possible violations reported will be investigated. Any actual material violation of this Code of Ethics will be reported to the Association's Board of Directors and possibly to the District Bank General Counsel and/or the Farm Credit Administration, along with the corrective action plan with respect to the actual violation.

If you have any questions regarding the best course of action in a particular situation, the Standards of Conduct Official or the Audit Committee Chair should be promptly contacted. Normally the Standards of Conduct Officer should be contacted first, but in their absence or if Standards of Conduct Officer is involved with the conflict (actual or perceived), the Chairman of the Audit Committee should be contacted.