

*Federal Farm Credit Banks
Consolidated Systemwide
Designated Bonds*



This Term Sheet relates to the Bonds described below and should be read in conjunction with the Federal Farm Credit Banks Consolidated Systemwide Bonds and Discount Notes Offering Circular dated June 18, 1999, as amended and supplemented by the Offering Circular Supplements dated August 20, 2001 and November 26, 2003 (the "Offering Circular"). The Designated Bonds described herein (the "Bonds") were sold to Merrill Lynch Government Securities, Inc., Morgan Stanley & Co. Incorporated and Nomura Securities International, Inc. as the Joint Lead Managers (the "Lead Managers") of this issue of the Bonds, and to the Dealers in the Federal Farm Credit Banks Consolidated Systemwide Bond Selling Group (the "Co-Managers") listed in the Term Sheet, for resale to investors at the Issue Price. Terms set forth below unless otherwise defined have the meaning ascribed to them in the Offering Circular.

Principal Amount: \$1,500,000,000

Denomination: \$5,000 and integral multiples of \$1,000 in excess thereof

Issue Price: 99.862%

Issue Date & Settlement Date: July 19, 2005

Maturity Date: July 17, 2009

Interest Rate: 4.125%

Day Count Basis: Interest shall be computed on the basis of a 360-day year consisting of twelve 30-day months.

Interest Payment Dates: Each January 17 and July 17, beginning on January 17, 2006, and the Maturity Date

Redemption: The Bonds are not subject to redemption prior to the Maturity Date.

Reopenings: The outstanding principal amount of this issue may be increased from time to time.

Underwriting Concession: 0.0875%. The Lead Managers must sell a certain portion of the Bonds they have purchased as principal to other Dealers designated by Funding Corporation less the Selling Concession specified below which constitutes a portion of the Underwriting Concession received from the Funding Corporation.

Selling Concession: 0.050%

Stabilizing Managers: Merrill Lynch Government Securities, Inc., Morgan Stanley & Co. Incorporated and Nomura Securities International, Inc.

CUSIP Number: 31331S Q89

**Merrill Lynch & Co.
Morgan Stanley
Nomura Securities International, Inc.**

The date of the Term Sheet is July 13, 2005.

Lead Managers:	Merrill Lynch Government Securities, Inc.	\$433,333,334
	Morgan Stanley & Co. Incorporated	\$433,333,333
	Nomura Securities International, Inc.	\$433,333,333
Co-Managers:	HSBC Securities (USA) Inc.	\$100,000,000
	UBS Securities LLC	\$100,000,000
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	Total:	\$1,500,000,000

Backup Withholding and Information Reporting

The Jobs and Growth Tax Relief Reconciliation Act of 2003 lowered the backup withholding tax rate to 28%, effective January 1, 2003.

DISTRIBUTION

Morgan Stanley maintains two separate broker-dealer entities. Offerings are underwritten by Morgan Stanley & Co. Incorporated and distributed by both Morgan Stanley & Co. Incorporated and Morgan Stanley DW Inc.