

NATIONAL RURAL UTILITIES COOPERATIVE FINANCE CORP /DC/  
Form 424B3  
December 28, 2016

Rule 424 (b) (3)  
Registration No. 333-199914

CALCULATION OF REGISTRATION  
FEE

| Title of<br>Each Class<br>of<br>Securities<br>Offered | Maximum<br>Aggregate<br>Offering<br>Price | Amount of<br>Registration<br>Fee(1)(2) |
|---|---|--|
| Subordinated<br>Debt Securities                       | \$50,000.00                               | \$5.04                                 |

(1) Calculated in accordance with  
Rule 457(r) of the Securities Act  
of 1933.

(2) The amount in this column has  
been transmitted to the SEC in  
connection with the securities  
offered by means of this pricing  
supplement.

TRADE DATE: December 28, 2016  
PRICING SUPPLEMENT NO. 702  
DATED December 28, 2016  
TO PROSPECTUS SUPPLEMENT  
DATED November 10, 2014  
AND BASE PROSPECTUS DATED  
November 6, 2014

NATIONAL RURAL UTILITIES  
COOPERATIVE FINANCE  
CORPORATION (“National Rural”)

MEMBER CAPITAL SECURITIES

Principal Amount: \$50,000.00

Issue Price: 100% of  
Principal  
Amount

Original Issue Date: 01/03/2017

Maturity Date: 01/03/2047

|   |  |
|---|--|
| Interest Rate:                                  | 5.00%  |
| Regular Record Dates:                           | Each<br>March<br>15 and<br>September<br>15   |
| Interest Payment<br>Dates:                      | Each<br>April 1<br>and<br>October<br>1   |
| First Coupon Date:                              | 04/01/2017   |
| Product Ranking:                                | Subordinate to all<br>existing and future<br>senior indebtedness<br>of National Rural<br>and all existing<br>subordinated<br>indebtedness of<br>National Rural that<br>is held by or<br>transferable by<br>non-members of<br>National Rural.   |
| Optional Redemption                             | Redeemable at the<br>option of National<br>Rural, in whole or in<br>part, at any time<br>after<br>January 3, 2027 at a<br>redemption price<br>equal to 100% of the<br>principal amount to<br>be<br>redeemed together<br>with accrued and<br>unpaid interest, if<br>any, to the<br>redemption date. |
| Option to Extend<br>Interest<br>Payment Period: | National Rural will<br>have the right to<br>extend the interest<br>payment period to a<br>period not   |

exceeding 10 consecutive semi-annual interest payment periods. At the end of a deferral period, National Rural must pay all interest then accrued and unpaid together with interest thereon at the same rate as specified for the securities.

Restrictions on Transfer: The securities can only be sold or transferred to other National Rural voting members upon the written consent of National Rural.

Agent's Commission: None

Form of Note: (Book-Entry or Certificated) Certificated

Denominations / Multiples: \$25,000 / \$5,000

Listing: None

Member Capital Securities may be issued by the Company in an unlimited aggregate principal amount.

Validity of the Member Capital Security

In the opinion of Hogan Lovells US LLP, as counsel to the Company, when the notes offered by this pricing supplement have been executed and issued by the Company and authenticated by the trustee pursuant to the indenture, and delivered against payment as contemplated herein, such notes will constitute valid and binding obligations of the Company, subject to bankruptcy, insolvency, reorganization, receivership, moratorium and other laws affecting creditors' rights (including, without limitation, the effect of statutory and other law regarding fraudulent conveyances, fraudulent transfers and preferential transfers), and by the exercise of judicial discretion and the application of principles of equity, good faith, fair dealing, reasonableness, conscionability and materiality (regardless of whether the applicable agreements are considered in a proceeding in equity or at law).

This opinion is based as to matters of law solely on applicable provisions of the following, as currently in effect: (i) the District of Columbia Cooperative Association Act, as amended (the "Cooperative Association Act") and (ii) the laws of the State of New York (but not including any laws, statutes, ordinances, administrative decisions, rules or regulations of any political subdivision below the state level). In addition, this opinion is subject to customary assumptions about the trustee's authorization, execution and delivery of the indenture and its authentication of the notes and the validity, binding nature and enforceability of the indenture with respect to the trustee, all as stated in the letter of such counsel dated November 10, 2014, which has been filed as an exhibit to a Current Report on Form 8-K by the Company on November 10, 2014.