

No More “Liquidity Versus Yield”

Earn a Higher Yield on Deposits and Have Access to Liquidity

LiquidYield™ is a term deposit that offers members a distinctive opportunity to earn a higher yield without sacrificing access to immediate liquidity. Members of FHLB Dallas can optimize both liquidity and yield by using LiquidYield as a tool for low-cost liquidity access while, at the same time, letting the deposit rate continue to step-up and maximize earnings from the interest rate.



BENEFITS

Dual-purpose financial asset

- ✓ Competitive yield
 - Earns an interest rate that steps-up every month
- ✓ Ready access to liquidity
 - Serves as collateral that enables advances borrowing

How It Works

FHLB Dallas pays members a competitive interest rate on the LiquidYield term deposit. The rate starts at the Federal Reserve Interest on Excess Reserve (IOER) plus a spread and increases every month by a predetermined step-up rate during the entire term of the deposit.

At any time during the term of the deposit, members can leverage LiquidYield as collateral for advances borrowing or utilize it to satisfy regulatory requirements for short-term liquidity needs.

Terms	
Maturity Term	12 months, 18 months, and 24 months
Interest Rate	The initial rate and succeeding step-up rates are determined by FHLB Dallas at the time the deposit is placed. For rates, contact Member Services at 844.345.2265.
Step-Up Frequency	Monthly
Initial Rate Determination	IOER plus a predetermined spread at the time the deposit is placed.
Principal and Interest Payments	Interest is credited monthly. Principal and remaining interest are paid at maturity.
Day Count	12 month term is Actual/360 18 and 24 month terms are 30/360
Withdrawal Policy	An early withdrawal penalty may be assessed on term deposits withdrawn before maturity. Funds will not be returned until 21 days after a request for early withdrawal.

For more information, visit fhlb.com or contact: **Member Services Desk** at 844.FHL.BANK (844.345.2265) or member.services@fhlb.com

FHLB Dallas does not act as a financial advisor. Member institutions should evaluate the suitability and risks of products and services offered by FHLB Dallas. Consult your advisors, as needed.

