

EXHIBIT II

[Form of Exhibit II Instruction]



Decrease Allocated Letter of Credit Amount and Acknowledgement

This instruction is issued pursuant to that certain Agreement to Secure Public Deposits, dated the ____ day of _____, 20__* (the “Agreement”) by and among the Member, the Depositor, and the Custodian and constitutes an Exhibit II Instruction. All capitalized terms used herein shall have the respective meanings assigned to such terms in the Agreement.

The undersigned Depositor and the undersigned Member hereby irrevocably instruct the Custodian to decrease the undersigned Depositor’s Allocated Letter of Credit Amount by \$_____ and agree that such decrease shall become effective only upon, and as of the date of, the Custodian’s acknowledgement as evidenced by the Custodian’s signature below..

MEMBER:

DEPOSITOR:

By: _____

By: _____

Name: _____

Name: _____

(print)

(print)

Title: _____

Title: _____

(Street address)

(Street address)

(Floor or suite number)

(Floor or suite number)

(City, State, and ZIP code)

(City, State, and ZIP code)

(Facsimile number)

(Facsimile number)

(FHFB ID#)

***This should be the “Effective Date” as defined in the Agreement which is the date the initial allocation was made.**

Acknowledgement

The undersigned Custodian hereby acknowledges the Exhibit II Instruction of the Depositor set forth above.

FEDERAL HOME LOAN BANK OF DALLAS

By: _____

Name: _____
(print)

Title: _____

Date: _____