

MAC Term Advance

Provides Long-Term Funding at Short-Term Rates

The Maximum Advantage with Convenience Term (MAC Term) advance is a fixed-term, adjustable-rate, non-amortizing advance that allows your institution to manage liquidity with an advance that has deposit-like characteristics. Additionally, **the advance may be wholly or partially prepaid, without penalty, at any reset date**, so you control the prepayment option.



BENEFITS

- Favorable pricing
- Manage liquidity needs
- Fund adjustable-rate assets
- Long-term funding commitment at short-term interest rates
- Most economical long-term advance available
- Flexibility to prepay on any reset date for Asset-Liability Management
- Fund prepayable, floating-rate assets

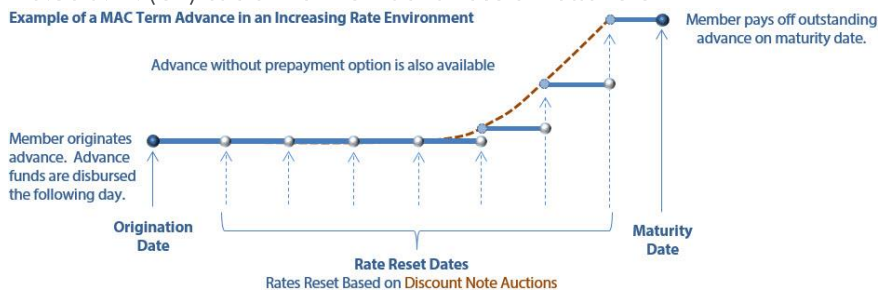
How the Product Works

MAC Term advances are indexed to discount notes – shorter-term debt securities issued by the Federal Home Loan Banks’ Office of Finance. By indexing the advance rate to discount note securities, FHLB Dallas provides you with access to longer-term liquidity indexed to our lowest cost of funds plus a small spread. MAC Term advances can be wholly or partially prepaid without penalty at rate reset dates. The advance is also available without prepayment optionally at an even lower cost.

Availability

- 1- to 10-year terms
- 8-, 13- or 26-week reset dates
- No minimum transaction size
- Not subject to a prepayment penalty if prepaid at reset dates
- Available on Tuesdays and Thursdays for next-day settlement
- 9:30 a.m. (CT) cut-off for new advances or rollovers

Example of a MAC Term Advance in an Increasing Rate Environment



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.

