



## Product and Service News

07-21

December 17, 2007

**TO:** All Members

**SUBJECT:** Long Term CD

FHLBank Pittsburgh is pleased to expand term deposit offerings to include long-term Certificates of Deposit with maturities of 13 months to ten years. These CDs provide alternatives to term investment options at attractive yields. FHLBank term deposits are no-fee transactions that have the security of a AAA-rated depository issuer. The deposits will be withdrawn from members' DDAs and re-deposited at maturity with interest.

Rates for FHLBank long-term CDs, which are available on Bank4Banks®, are set daily based on the Bank's cost of funds. Interest accrues daily on a 30/360-day basis, and interest is paid monthly, quarterly or semi-annually based on customer preference. Early withdrawals are permitted but are subject to a penalty. Customers should also note that holdings in FHLBanks are not subject to Federal Reserve Regulation F, which requires them to adopt internal guidelines limiting their risk in purchasing CDs from other financial institutions.

For more information on FHLBank's new long-term CDs, please contact your relationship manager or FHLBank's Treasury Department at 1-800-288-3400, ext. 7343, between the hours of 10 a.m. and 3 p.m.