

Credit Products Summary Guide

	Product	Description	Term	Common Uses	Features and Availability
Fixed-Rate Advances	SecureConnect Saver (SCS)	Overnight advance priced daily based on the prevailing discount note market	Overnight	Competitive overnight source of liquidity	Available through SecureConnect
	Whole Loan Advance (WLA)	Short-term advance priced daily based on the prevailing discount note market with a variety of maturity options	Overnight to 35 days	Access short-term funding with the ability to choose the specific maturity date. Offers the member maturity flexibility for short-term funding	Available by calling Member Services
	Discount Note Advance (DNA)	Structured short-term advance priced daily based on the prevailing discount note market	7-, 14-, 21-, and 28-day	Utilize funding that can be scheduled as consistent funding. Can refund on the same day of the week each month	Available through SecureConnect
	Fixed-Rate / Fixed-Term or Bullet (FRFT)	Standard fixed long-term advance; interest is due monthly and the principal amount due at maturity	31 days to 20 years	Manage asset/liability and interest rate risk, fund construction loans, and provide temporary funding for mortgage originations intended for sale	Available at CIP/EDP rates for advances that qualify; available through SecureConnect
	Principal and Interest Amortizing (PRAM)	Standard amortizing advance-structured like the typical amortizing mortgage loan	Up to 20 years	Match mortgage loan portfolios, match-fund long-term assets, fund residential, commercial, and consumer loans	Adding the 'No Prepayment Fee' (additional 25 basis points) feature at origination enables prepayment of all or part of the amount at any time after five years with no fee. CIP/EDP rates availability on certain advances
	Maximum Advantage with Convenience (MAC)	Lowest-cost advance that provides maturity alert reminder to re-book at maturity	8-, 13- or 26-wk	Competitive short-term source of liquidity and alternative to purchasing fed funds	Available Tuesdays and Thursdays for next-day settlement. \$50 million minimum transaction
Floating/Variable Rate Advances	Maximizer (MAX)	Short-term floating rate that resets daily to discount note market price	Fixed: Overnight Floater: Up to 30 days	Competitive short-term source of liquidity	Request must be submitted by 9:00 a.m. CT for same day funding. Available through SecureConnect
	MAC Term	Provides members with a floating-rate advance that is indexed to 8-, 13- or 26-week FHLBank discount notes	1 to 10 years	A popular, low-cost floating-rate source of funding at the Bank	Advance without prepayment option is also available
	SOFR-Linked Advance	Short-term floating-rate advance that resets daily based on the SOFR Index	3-, 6-, 9-, 12-, 15-, or 18-month	Better manage interest rate risk, reduce the basis risk of funding adjustable rate assets	Available by calling Member Services

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Structured Products and Funding Strategies	FHLB Dallas Owns the Option (FOTO)	Provides the option for FHLB Dallas to recall the advance quarterly after a specified lockout date.	2 to 10 years	Lower funding cost when market rates and implied volatility remain stable.	\$5 million minimum transaction; FOTO advances may not exceed 33 percent of the member's total advances outstanding immediately following execution
	Callable	Provides the option to recall the advance quarterly after a specified lockout date	2 to 10 years	Manage asset/liability and interest rate risk, provide match funding for the origination or purchase of fixed-rate loans or investment securities	Member pays the call option premium. The minimum transaction amount is \$5 million
	Symmetrical Prepayment	Allows credit to be earned through prepayment of an advance in a rising interest rate environment	1 to 10 years	Manage asset/liability risk, manage interest rate risk, control marginal costs of deposit, offset losses in fixed-rate assets and other fixed investments due to increasing rates	Available by calling Member Services
	Expander Advance	At the option of the member, the size of the advance can be doubled at the existing fixed rate (other multipliers may be priced upon request)	1 to 10 years	Lock-in access to future funding at today's rate, replace higher cost funding or deposit runoff.	The Expander option date can be structured from 3 months to 5 years
	Forward-Starting Advance	Locks in a low rate today on an advance that settles at a future date	Up to 20-year term on advance, not including the forward-starting period	Protect against rising interest rates, fund future loan growth, and offset deposit outflows caused by increasing rates	Available with Symmetrical Prepayment feature
	Floating-to-Fixed Advance	Initial floating-rate advance indexed to discount notes that is combined with a forward-starting fixed rate advance	1 to 10 years	Can be matched comparatively with member construction-to-permanent loans. Locks in a rate and protects against margin risk in a rising rate environment	Available by calling Member Services
	Ladder Advance Strategy	Combines advances with different maturities in order to provide long-term funding	1 to 20 years	Hedge investments with different cash flows and maturities. Fund loan portfolios with various maturities	Available by calling Member Services
Letters of Credit (LOC)	Standby Letter of Credit (LOC)	Provide liquidity or facilitate certain types of business transactions that a member may have with a third party	Up to 15 years	Facilitate the collateralization of public unit deposits and support taxable/nontaxable bonds	Evergreen renewal: If requested, the Bank may issue LOCs that are auto extended for a specific term; available in CIP/EDP pricing for qualifying projects; available with Multidraw and Fluctuating Balance features
	Custodial LOC	Allows members to allocate funds from a single letter of credit to multiple beneficiaries; Bank acts as the custodian for the LOC	Up to 15 years	Facilitate the collateralization of public unit deposits	Available with Fluctuating Balance feature
	Confirmation LOC	Allows members to support their existing LOCs for the purpose of an enhanced credit rating	Up to 15 years	Support existing LOC for commercial activities and support taxable/nontaxable bonds	Evergreen renewal: If requested, the Bank may issue LOCs that are auto extended for a specific term; available in CIP/EDP pricing for qualifying projects; available with Multidraw and Fluctuating Balance features