

Standby Letters of Credit

A GUARANTEE FROM YOU

Request a Federal Home Loan Bank of Des Moines Standby Letter of Credit (LOC) to give a municipality or state that is depositing funds with your institution peace of mind that their deposits are protected in excess of the maximum FDIC-insured amount.

Standby Letters of Credit Have Multiple Uses

- Collateralize state, city or municipal deposits
- Facilitate residential housing finance
- Support construction lending
- Facilitate community lending
- Confirm non-housing, taxable and tax-exempt housing bond issuances

➔ BENEFITS

- Improve on-balance sheet liquidity by keeping your Treasury and Agency securities unencumbered
- Eliminate the need to match securities and monitor margin calls
- Reduce operational expenses associated with monitoring deposits
- Keep your regulator satisfied with your liquidity position and ratios

FEATURES

- AAA-rated
- Any amount
- Any term
- Competitive pricing
- No stock requirement
- Easy application process



REQUEST A
LETTER OF
CREDIT
in three simple
steps

1. Complete the Letter of Credit application located at members.fhlbdm.com, under the Letters of Credit tab.
2. Submit the application to the Bank's Money Desk:
Email: moneydesk@fhlbdm.com Fax: 515.699.1250
3. If submitted by 3:00 PM (CT), the application will be processed the same day.

PARTNERSHIP IN ACTION



FHLB
DES MOINES

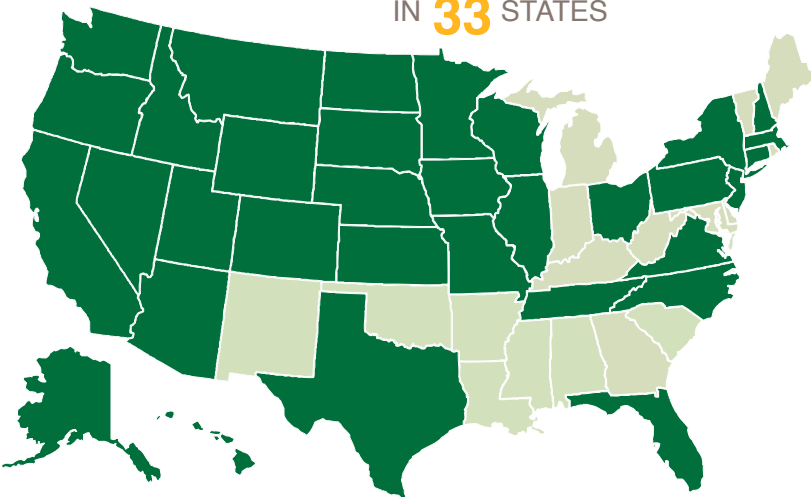
In Q1 2016
FHLB Des Moines had

1,722 LETTERS OF CREDIT
OUTSTANDING
totaling nearly
\$5.3 BILLION

“Letters of Credit are much easier to use than securities when pledging for public funding as they allow more flexibility when choosing the amount and maturity of the collateralization. Securities can be less efficient and lead to over-pledging and additional administration when the bond gets called. We have found that public entities are very accepting of FHLB Des Moines Letters of Credit.”

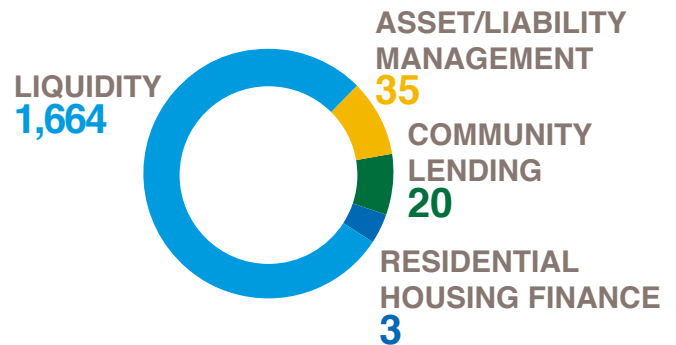
- Keith Wade, CFO
First State Community Bank
Farmington, MO

FHLB DES MOINES
LETTERS OF CREDIT
ARE USED BY
FINANCIAL INSTITUTIONS
IN **33** STATES



LETTERS OF CREDIT CAN BE USED FOR

- 1 Liquidity
- 2 Asset/Liability Management
- 3 Residential Housing Finance
- 4 Community Lending



“Using a Letter of Credit from FHLB Des Moines creates a sense of security for institutions. There is less to worry about, both for us and the public entities we serve, knowing our funds are local, available and secure.”

- Chuck Gnuse, President/CEO
United State Bank
Lewistown, MO