

January 29, 2009

Dear FHLB Des Moines Member,

FHLB Des Moines continues to be a reliable funding source and continues to respond to our members' needs for liquidity. During these trying times when financial institutions are still facing unprecedented challenges, the Bank is offering a new program. Beginning February 2, 2009, FHLB Des Moines will purchase Certificates of Deposit (CDs) from its federally insured members. Through this program, eligible members can increase their liquidity without pledging additional collateral or impacting their advance capacity at the Bank.

The following conditions apply in order for FHLB Des Moines to purchase member CDs:

- Member must be insured by the FDIC or NCUA
- Transaction size cannot exceed \$250,000 per member (including interest)
- Maximum term of 270 days
- Principal and interest are due at maturity
- Final maturity no later than December 31, 2009
- Member must use Bank's CD form
- Funds will be deposited into member's principal Demand Deposit Account (DDA) when the CD is issued
- Funds will be withdrawn from member's DDA upon maturity of the CD

The CD rates that FHLB Des Moines seeks when placing a CD in a member institution are listed in the table below. The rate information is indicative as of January 29, 2009. Rates for the Member CD Purchase Program are subject to change throughout the day and will be posted on the Bank's website at <http://www.fhlbdm.com/rates/rates.htm>.

Member CD Purchase Program	
90 days	1.39%
180 days	1.58%
270 days	1.76%

Please contact FHLB Des Moines Member Financial Services Department at 800.544.3452, ext. 5415 with questions or for more information about the Member CD Purchase Program. We hope to be making another announcement soon with more information on the Bank's purchase of promissory notes (bank debt) under the FDIC's Temporary Liquidity Guarantee Program.

Sincerely,



Dara Queck
VP/Director Member Financial Services