



February 12, 2009

Dear FHLB Des Moines Member,

In October 2008, the Federal Deposit Insurance Corporation (FDIC) created the Temporary Liquidity Guarantee Program (TLGP) to strengthen confidence and encourage liquidity in the banking system. As a member who did not opt-out of TLGP, you are eligible to issue promissory notes that FHLB Des Moines will begin purchasing on February 17, 2009. The Bank will purchase TLGP promissory notes from our members or a member's holding company. This new program provides eligible TLGP participants with the opportunity to increase their liquidity without pledging additional collateral or impacting their advance capacity at the Bank.

In order to participate in the TLGP note program, members will issue a promissory note (in a form provided by FHLB Des Moines) and will also be required to sign other related documents from the Bank. Participants must provide certain information to FHLB Des Moines establishing their eligibility under TLGP and are responsible for all FDIC fees and reporting requirements as outlined by TLGP.

The following is a summary of the terms of the transaction:

- Promissory notes and related documents must be executed by the member or holding company and accepted by FHLB Des Moines on or before June 30, 2009
- Maturity date no later than June 30, 2012
- Transaction size must be greater than \$250,000 but less than or equal to \$100,000,000
- Principal due at maturity
- Periodic interest payments will apply
- Not prepayable
- Funds will be deposited into member's DDA after receipt of signed promissory note
- Funds will be withdrawn from member's DDA for interest payments and upon maturity of the promissory note

The rate information below is indicative as of February 12, 2009 for the purchase of TLGP notes. Rate information will be posted on the Bank's website at www.fhlbdm.com/rates/rates.htm.

TLGP Note Rates			
	1-year	2-year	3-year
Fixed Rate	2.35%	2.62%	3.24%
1-month LIBOR (spread)	1.47%	1.31%	1.50%
3-month LIBOR (spread)	1.06%	1.04%	1.30%

LIBOR Rates as of February 12, 2009

1-month 0.455%
3-month 1.23438%

Please contact your Vice President of Member Services for more information on the purchase of TLGP promissory notes. Call the Treasury Department at 800.544.3452, ext 1077 for the most current TLGP rate notes or to execute a transaction.

Sincerely,



George Crowley
SVP/Director Credit & Mortgage Sales