

Federal Reserve Bank of San Francisco
101 Market Street, San Francisco, California 94105

September 16, 2011

To State Member Banks, Bank
Holding Companies, Financial Holding
Companies, Foreign Bank Offices and
Savings and Loan Holding Companies
in the Twelfth Federal Reserve District

Federal Reserve offers \$5 billion in 28-day term deposits through its Term Deposit Facility

On Monday, September 19, 2011, the Federal Reserve will offer \$5 billion in 28-day term deposits through its Term Deposit Facility. As noted in the Federal Reserve Board's September 8, 2010 release, this offering is part of ongoing small-value operations designed to provide eligible institutions with an opportunity to become familiar with term deposit operations. Additional information regarding the auction is listed below; the auction will be conducted as specified in this announcement, Regulation D, and the terms and conditions of the Term Deposit Facility (http://www.frb services.org/centralbank/term_deposit_facility.html).

Description of Offering and Competitive Auction Parameters

TDF Auction ID:	A20
Offering Amount:	\$5,000,000,000
Term:	28 days
Auction Date:	Monday, September 19, 2011
Opening Time:	10:00 a.m. ET
Closing Time:	2:00 p.m. ET
Notification Date:	Tuesday, September 20, 2011
Settlement Date:	Thursday, September 22, 2011
Maturity Date:	Thursday, October 20, 2011

Competitive Auction Parameters

Maximum Number of Bids:	3
Minimum Bid Amount (per bid):	\$10,000
Bid Increment:	\$10,000
Maximum Bid Amount (per institution):	\$1,250,000,000
Maximum Bid Rate:	0.75000%
Incremental Bid Rate:	0.00100%
Award Minimum Amount:	\$10,000
Award Maximum Amount:	\$1,250,000,000

Competitive bids submitted at the stop-out rate will be pro-rated and will be rounded to multiples of \$10,000. Normal rounding convention will be used, except that awards under \$10,000 will be rounded to \$10,000.

Non-Competitive bids are allowed in this auction. All non-competitive bids will be automatically awarded in full at the stop-out rate of the competitive auction. The minimum amount for a non-competitive bid is \$10,000; the maximum amount is \$5,000,000 and should be submitted in increments of \$10,000. Non-Competitive bids must be submitted between 10:00 a.m. ET and 2:00 p.m. ET on the auction date.

Submission of Bids

Participants must submit bids between the opening time and closing time on the auction date by accessing the Term Deposit Facility application (<https://www.federalreserve.org/arrow/ARROWWeb/home.do>).

Notification

Summary auction results will be published at approximately 12:00 p.m. (noon) ET on the notification date on the Board of Governors' website (<http://www.federalreserve.gov/monetarypolicy/tdf.htm>). Soon after, results will be posted on the Term Deposit Facility Resource Center page of the Central Bank Central website (http://www.frbservices.org/centralbank/term_deposit_facility.html). Participant awards will be posted to the Term Deposit Facility application at approximately 12:00 p.m. ET on the notification date, and participants will be able to view their awards by accessing the Term Deposit Facility application.

Additional Information

All circulars and documents are available on the Internet through the Federal Reserve Bank of San Francisco's website, at <http://www.frbsf.org/banking/letters>.

For additional information, please contact:

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Banking Supervision and Regulation
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