

Primary Dealer Credit Facility (PDCF)

Sponsor: Federal Reserve Bank of New York (FRBNY)

Summary:

- Overnight loans available for primary dealers
- Collateralized by tri-party-eligible collateral
- Overnight loans

Information:

<http://www.newyorkfed.org/markets/pdcf.html>

Key Dates

Program Date:
March 16, 2008

**Last Purchase Date:
October 30, 2009**

Program

- Fees and Rates:
 - Current rate posted on New York Fed website
 - Frequency fee for use for more than 45 days
- Custody Rules and Arrangements
 - Dealers request funding through clearing banks
 - Funding will occur when New York Fed confirms collateral posted
 - Collateral valued by clearing banks
- Loans
 - Up to amount of available collateral
 - Same day settle; next day maturity
 - Requests must be made by 5:00 p.m. Eastern

Eligible Borrowers

- Primary dealers of New York Fed

Collateral

- Eligible as collateral in tri-arty funding arrangements through major clearing banks as of Sept 12, 2008

Term Securities Lending Facility (TSLF)

Sponsor: Federal Reserve Bank of New York

Summary:

- New York Fed will auction Treasury collateral to primary dealers
- Competitive bidding process
- 28-day term loans of collateral unless otherwise specified

Key Information

**Last Date:
October 30, 2009**

Program

- Treasury collateral loaned: bills, notes, bonds and inflation-indexed securities
- Loans against tri-party eligible repurchase collateral (Schedule 1 and Schedule 2)
- Schedule 2: corporate securities, municipal securities, MBS and ABS – must be investment grade
- Settlement is T+1
- New York Fed can substitute collateral
- Dealers pledge auction-eligible collateral through clearing bank custodial accounts

Amounts, Fees and Rates

- Minimum fee rate of 10 bps for Schedule 1 and 25 bps for Schedule 2
- Bidding at 1/100th of a bp
- No dealer awarded >20% of each auction
- Minimum bid \$10 million, increments of \$10 million (par value)
- Clearing banks charged lending fee on maturity date

Term Securities Lending Facility Options Program (TOP)

Sponsor: Federal Reserve Bank of New York

Summary:

- New York Fed will offer options to primary dealers to obtain TSLF loans
- Program designed to prevent primary dealer collateral pressure, e.g., over quarter end
- Option prices determined in auctions

Key Information

**Last Date:
October 30, 2009**

Amounts, Fees and Rates

- \$50 billion in options offered for each period
- Undersubscribed amounts reoffered
- Two bid limit each auction
- Options exercisable at maturity (European)
- Premium determined by auction