

NEBRASKA INVESTMENT COUNCIL

941 "O" Street, Suite 500, Lincoln, NE 68508
Phone (402) 471-2043 Fax (402) 471-2498

October 1, 2012

Nebraska Banks

re: Time Deposit Open Account Program

Dear Chief Executive Officer:

For the month ending October 31, 2012, the interest rate is 0.40%. Computation of this rate is as follows*:

US Treasury 2.75 due 10/13	0.20		
US Treasury 0.50 due 10/13	0.20		
US Treasury 0.25 due 10/13	<u>0.20</u>	0.20	Treasury Average
FHLMC 2.625 due 10/13	0.44		
FHLMC 0.50 due 10/13	0.25		
FHLMC 5.05 due 10/13	0.40		
FHLMC 0.875 due 10/13	0.23		
FHLMC 0.375 due 10/13	<u>0.22</u>		
	0.31		
FNMA 4.625 due 10/13	0.44		
FNMA 4.625 due 10/13	0.41		
FNMA 4.625 due 10/13	<u>0.33</u>		
	0.39		
FHLB 1.0 due 10/13	0.31		
FHLB 1.15 due 10/13	<u>0.28</u>		
	0.29		
FFCB 1.93 due 10/13	0.29		
FFCB 0.40 due 10/17/13	0.28		
FFCB 5.0 due 10/13	<u>0.46</u>		
	0.34		
		0.33	Agency Average
One Year Certificate of Deposit		<u>0.67</u>	CD Average
		0.20	
	Interest Rate	0.40	

The dollar amounts of interest in this 31 day period (October 1, 2012 thru October 31, 2012) are as follows:

100,000	34.44	600,000	206.67
200,000	68.89	700,000	241.11
300,000	103.33	800,000	275.56
400,000	137.78	900,000	310.00
500,000	172.22	1,000,000	344.44

* All yield information from Bloomberg Financial Service.

Please remember that interest payments are completed by your designated correspondent bank. If you have any questions or would like to participate in the Time Deposit Open Account Program, please call our office at the above phone number or visit our website at www.nic.ne.gov.

Sincerely,



Jolynn Winkler, CFA
Portfolio Manager

ELIGIBILITY FOR FUNDS - Every bank and building and loan association shall, as a condition of accepting state funds, agree to cash free of charge state warrants which are presented by payees of the state without regard to whether or not such payee has an account with such bank or building and loan association.
