

FIXED INCOME WEBINAR

# LEARN MORE ABOUT BROKERED CDs

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# Agenda

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Context

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Features of Brokered CDs - vs Bank CDs

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How to Buy a Brokered CDs on Fidelity.com and Mobile

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CD Ladders & Auto Roll

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Summary and Next Steps

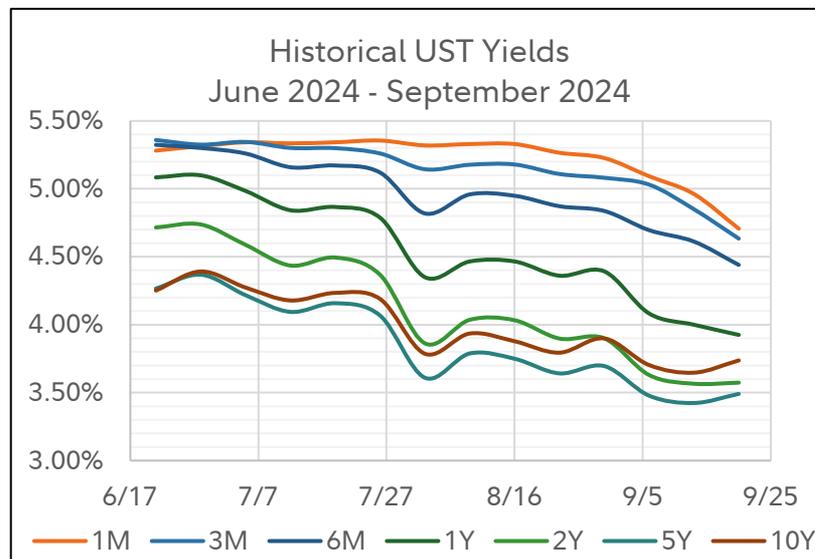
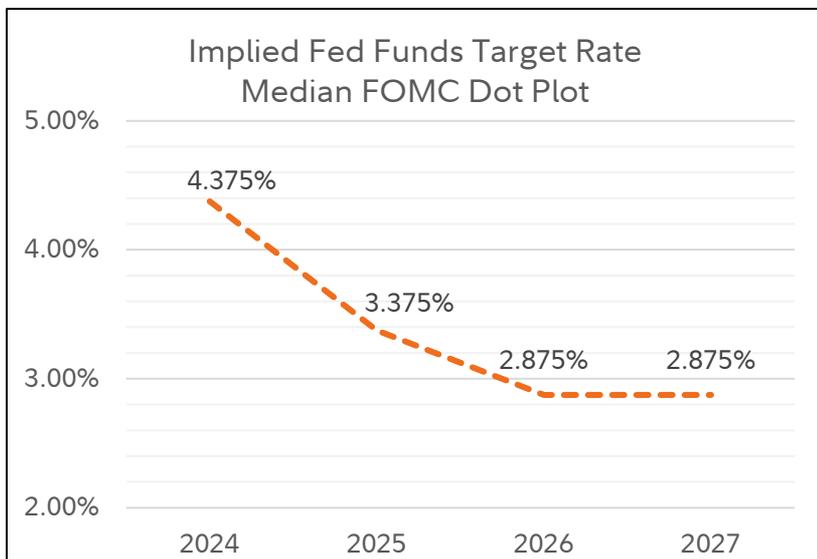
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# Context

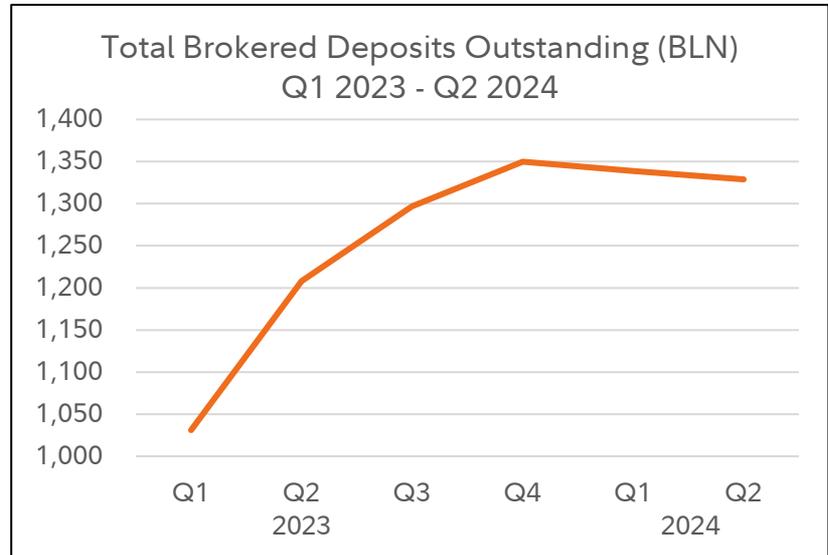
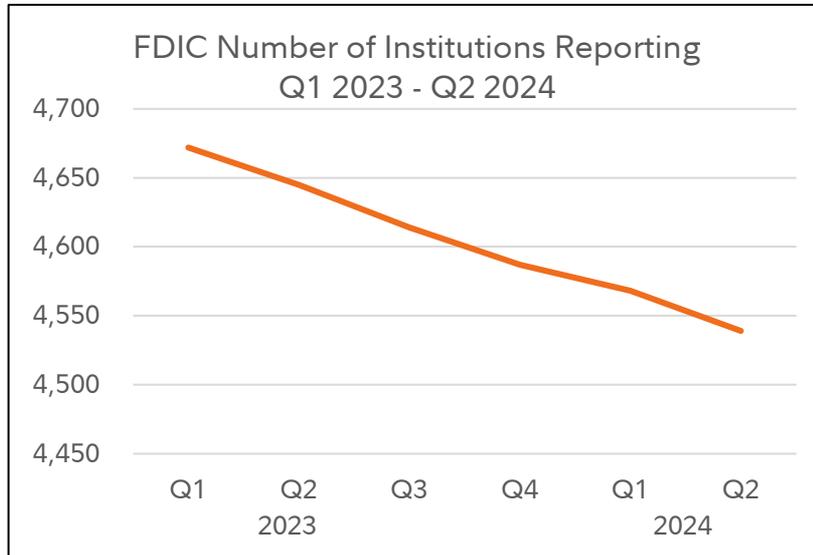
# Interest Rate Context

- After the first cut of 50bps in September the dot plot is pointing to another 75bps of cuts this year followed by 100bps of cuts in 2025
- US Treasury yields have dropped over the last three months in anticipation of the Fed beginning its monetary easing campaign



# Trends in Banking

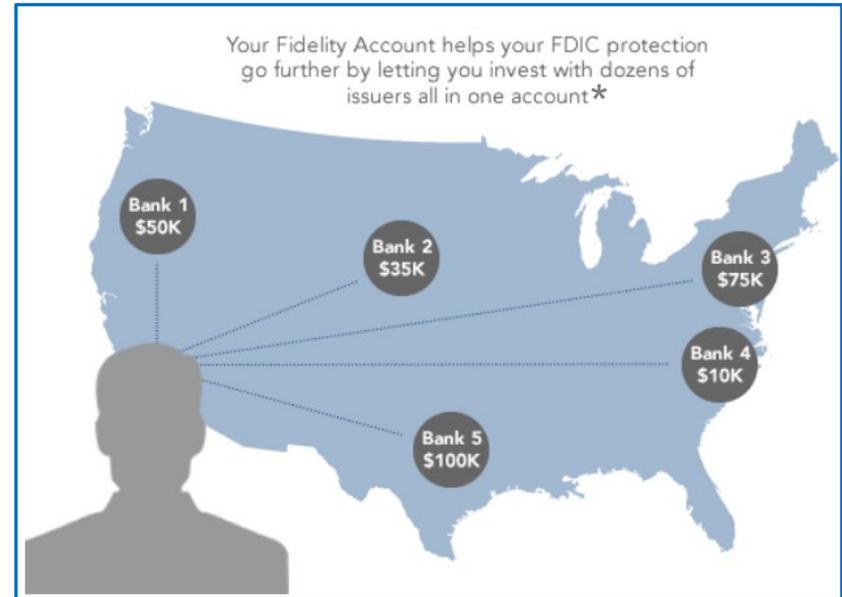
- Industry consolidation through M&A will increase as rates continue to drop
- Redemptions on callable CDs will climb
- The use of brokered deposits will remain an active funding tool for banks



Source: FDIC

# Why do Banks Issue Brokered CDs?

- A fundraising vehicle to raise cash
- A need for “sticky” deposits
- Constant bond & CD maturities require a need to issue new debt to grow
- Ability to reach an audience beyond a bank’s normal core market
- Banks can set the amount, terms, and rates on an issuance
- Low overhead and marketing costs
- Flexibility/future hedge (callable CDs)



*Screenshots are for illustrative purposes*

\* For the purposes of FDIC insurance coverage limits, all depository assets of the account holder at the institution issuing the CD will generally be counted toward the aggregate limit (usually \$250,000) for each applicable category of account.



# Features of Brokered CDs

# Understanding New Issue Brokered CDs

- Education page provides features, advantages, and risks
- CD Disclosure Document provides in-depth product information, terms and conditions, applicable across all brokered CDs Fidelity offers

## CD Education Page

Certificates of Deposit (CDs)

Certificates of deposit, or CDs, are fixed income investments that generally pay a set rate of interest over a fixed time period.

Questions? 800-544-5372  
Chat with a representative

Search CDs Search secondary CDs

**New Issue CD Rates (% APY)**

Term	Rate (% APY)
3 mo	4.80
6 mo	4.55
9 mo	4.30
12 mo	4.00
18 mo	3.85
2 yr	3.80
3 yr	3.65
4 yr	3.60
5 yr	3.75

RATES AS OF 5:20 PM ET 09/19/2024

What's a Brokered CD? Advantages Risks

Fidelity offers investors brokered CDs, which are CDs issued by banks for the customers of brokerage firms. The CDs are usually issued in large denominations and the brokerage firm divides them into smaller denominations for resale to its customers. Because the deposits are obligations of the issuing bank, and not the brokerage firm, FDIC insurance applies.

**Brokered CD vs. bank CD**  
A brokered CD is similar to a bank CD in many ways. Both pay a set interest rate that is generally higher than a regular savings account. Both are debt obligations of an issuing bank and both repay your principal with interest if they're held to maturity. More important, both are FDIC-insured up to \$250,000 (per account owner, per issuer), a coverage limit that was made permanent in 2010.

Brokered CDs can also be purchased from different issuing banks allowing you to effectively expand your FDIC protection beyond the \$250,000 limit in a single account registration type, such as an Individual

## CD Disclosure Document

The information contained in this Disclosure Statement may not be modified by any oral representation made prior or subsequent to the purchase of your certificate of deposit.

**CERTIFICATE OF DEPOSIT DISCLOSURE STATEMENT**

Your broker-dealer (the "Firm") is making the certificates of deposit (the "CDs") available to you, the terms of which are described below. The CDs may be made available pursuant to an arrangement between the Firm and another broker-dealer. Each CD is a deposit obligation of a depository institution in the United States or one of its territories (an "Issuer"), the deposits of which are insured by the Federal Deposit Insurance Corporation (the "FDIC") within the limits described below. **Each CD is a direct obligation of the Issuer and is not, either directly or indirectly, an obligation of the Firm.** CDs may be purchased both upon issuance (the "primary market") and after issuance (the "secondary market").

The Firm will advise you of the names of Issuers currently making CDs available and, if your CD is purchased in the primary market, the date on which your CD will be established with the Issuer (the "Settlement Date"). Publicly available financial information concerning the Issuer of a CD may be accessed online at <https://cdt.fdic.gov/public/>. The Firm does not guarantee in any way the financial condition of any Issuer or the accuracy of any financial information provided by the Issuer.

The Issuer may use proceeds from the sale of the CDs for any purpose permitted by law and its charter, including making loans to eligible borrowers and investing in permissible financial products. The Firm or one of its affiliates may from time to time act as a broker or dealer in the sale of permissible financial products to the Issuer.

Your deposits at any one Issuer, including any CDs of the Issuer that you purchase, are eligible for FDIC insurance up to \$250,000 (including principal and accrued interest) for each insurable capacity (e.g., individual, joint, IRA, etc.). For purposes of the \$250,000 federal deposit insurance limit, you must aggregate all deposits that you maintain with the Issuer in the same insurable capacity, including deposits you hold directly with an Issuer and deposits you hold through the Firm and other intermediaries. Please be aware that if an Issuer is a US branch of a foreign (non-US) bank with multiple US branches, deposits held by you at all of the foreign bank's US branches in the same insurable capacity will be aggregated for federal deposit insurance purposes.

Please see the sections headed "Deposit Insurance: General," "Deposit Insurance: Retirement Plans and Accounts," and "Additions or Withdrawals" below for more information about federal deposit insurance.

[Terms of CDs](#)

# Evaluating a Brokered CD

Attributes Legend  Fractional CD rows highlighted Try the [Fractional CD Guided Search](#) CD Disclosure Document

Select Action	Description	Coupon	Coupon Frequency	Maturity Date	Fractional CD	Yield ▲	Call Protected	Settlement Date	Quantity Available	Attributes	Period
<input type="checkbox"/> <a href="#">Buy</a>	BANC OF CALIFORNIA	4.400	AT MATURITY	04/07/2025	No	4.400	Yes	10/07/2024	25,662	CP SFP FDIC SO	6 MO

<b>Issuers</b>	<b>National Banks, International Banks, Regional &amp; Community Banks</b>
<b>Credit Quality</b>	<b>FDIC insured up to \$250K*</b>
<b>Tenors</b>	<b>1 month to 20 years</b>
<b>Structures</b>	<b>Full Maturity; Callable; Step-Up</b>
<b>New Issue Offering Periods</b>	<b>Typically, 1-2 weeks</b>
<b>Risk</b>	<b>Investing over \$250K in one issuer</b>
<b>Survivor's Option</b>	<b>Yes, offered on all</b>
<b>Blue Sky States</b>	<b>Depends on the CD and the State of the Account holder</b>
<b>Detailed Terms</b>	<b>CD Disclosure Document</b>

**BANC OF CALIF LOS ANGE CD 4.40000% 04/07/2025**  
Certificate of deposit | As of Oct-01-2024 5:25:08 PM ET

[Buy](#)

<b>Time period</b>	<b>Yield(APY)</b> ⓘ	<b>Maturity date</b> ⓘ	<b>Minimum investment</b>	<b>Pay frequency</b>
6 Month	4.400%	04/07/2025	\$1000	At maturity

**About this CD**

CUSIP	DSOA11463
FDIC insured	✓ Yes
FDIC certificate number	24045
Minimum investment	\$1000
Incremental investment	\$1000
Survivor option	✓ Yes

**CD timeline**

Issue date	10/07/2024
Dated date	10/07/2024
First interest payment	04/07/2025
Last interest payment	--
Maturity date	04/07/2025

**Coupon details**

Coupon	4.400%
Coupon type	FIXED
Current rate effective date	10/01/2024
Day count basis	ACT/365 OR ACT/ACT

Screenshots are for illustrative purposes

\* For the purposes of FDIC insurance coverage limits, all depository assets of the account holder at the institution issuing the CD will generally be counted toward the aggregate limit (usually \$250,000) for each applicable category of account. FDIC insurance does not cover market losses. All the new-issue brokered CDs Fidelity offers are FDIC insured. In some cases, CDs may be purchased on the secondary market at a price that reflects a premium to their principal value. This premium is ineligible for FDIC insurance. For details on FDIC insurance limits, visit [FDIC.gov](https://www.fdic.gov).



# Brokered CDs vs. Bank CDs

Key Product Characteristics	Brokered CDs	Bank CDs
FDIC insured (up to \$250,000) *	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
Compounding interest		<input checked="" type="checkbox"/>
Minimum investment	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
Early redemption penalty		<input checked="" type="checkbox"/>
Sell on a secondary market **	<input checked="" type="checkbox"/>	
Purchased through a brokerage account	<input checked="" type="checkbox"/>	
Survivor's option	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
Auto Roll option	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
Banks compete on rates and structures	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>

\*For the purposes of FDIC insurance coverage limits, all depository assets of the account holder at the institution issuing the CD will generally be counted toward the aggregate limit (usually \$250,000) for each applicable category of account. FDIC insurance does not cover market losses. All the new-issue brokered CDs Fidelity offers are FDIC insured. In some cases, CDs may be purchased on the secondary market at a price that reflects a premium to their principal value. This premium is ineligible for FDIC insurance. For details on FDIC insurance limits, visit [FDIC.gov](https://www.fdic.gov).

\*\*CDs sold prior to maturity on the secondary market are subject to a markup or markdown and may be subject to a substantial gain or loss due to interest rate changes and other factors.





# How to Buy Brokered CDs

# New Issue CDs on Fidelity.com

- Like a security, brokered CDs are bought & held in a brokerage account - and can be bought & sold in the secondary market
- New issues are issued in \$1,000 minimums and increments
- No charge if purchased (online or with a representative) as a new issue and held until maturity\*\*
- Fidelity aggregates brokered CDs that compete for deposits

**All New Issue CDs: 147** AS OF 09/23/2024 AT 04:39 P.M. ET

Attributes Legend  Fractional CD rows highlighted Try the [Fractional CD Guided Search](#) [CD Disclosure Document](#)

Select Action	Description	Coupon	Coupon Frequency	Maturity Date ▲	Fractional CD	Yield	Call Protected	Settlement Date	Quantity Available	Attributes	Period
<input type="checkbox"/> <a href="#">Buy</a>	<a href="#">PENTUCKET BANK</a>	4.700	AT MATURITY	10/24/2024	No	4.700	Yes	09/26/2024	11,379	CP SFP FDIC SO SKY	1 MO
<input type="checkbox"/> <a href="#">Buy</a>	<a href="#">NORTHFIELD BANK</a>	4.600	AT MATURITY	10/25/2024	No	4.600	Yes	09/25/2024	3,779	CP SFP FDIC SO SKY	1 MO

\*\*Fidelity makes new-issue CDs available without a separate transaction fee. Fidelity Brokerage Services LLC and National Financial Services LLC receive compensation for participating in the offering as a selling group member or underwriter.

# Fractional CDs

- Fidelity was the first brokerage company to offer Fractional CDs, reducing the investment minimum and increments from \$1,000 to \$100
- Limited to CDs with terms from 3 months to 2 years to maturity

## CD Offerings Page

**CD New Issue Offerings**

View other important information and risks of investing in fixed income securities.

Certificates of Deposit (CDs) are debt instruments offered by commercial banks, thrifts and brokerages to raise funds for their business activities. Minimum investment amount is typically one CD. All brokered CDs listed below are FDIC-insured as indicated by the Attribute: FDIC. The FDIC insurance covers up to \$250,000 per issuer per category of account, or up to \$250,000 in qualifying retirement accounts. Note that FDIC insurance only covers the principal amount of the CD and any accrued interest. In some instances, CD's may be purchased on the secondary market at a price which reflects a premium to their principal value. This premium is ineligible for FDIC insurance.

**Related Links**

- Learn more about CDs
- Participating in New Issue Offerings
- Learn about and sign up for fixed income alerts

**CD Disclosure Document (PDF)**

- Understand the connection between APY and the dollars that you earn on your CDs and bonds. **NEW**
- See the timeline of a new issue CD from the time you place your order through to when it begins earning interest.

**Attributes Legend**

IE: Issue Events    CP: Call Protection    SKY: Blue Sky States    SFP: Sinking Fund Protection  
 RE: Respected Issues    FDIC: FDIC-insured    SO: Survivor Option

**Total Bonds Found: 233**  Fractional CD As of 10/05/2023 at 08:56 a.m.

	Description	Coupon	Coupon Frequency	Maturity Date	Fractional CD	Yield	Call Protected	Settlement Date	Quantity Available	Attributes	Period
<a href="#">Buy</a>	ALLY BANK	5.250	AT MATURITY	11/13/2023	No	5.250	Yes	10/12/2023	2,990	CP SFP FDIC SO	1 MO
<a href="#">Buy</a>	ASSOCIATED BANK NA	5.450	AT MATURITY	Lower-minimum fractional CDs can be purchased for as little as \$100.				10/13/2023	4,316	CP SFP FDIC SO SKY	6 MO
<a href="#">Buy</a>	ASSOCIATED BANK NA	5.500	AT MATURITY					10/13/2023	2,543	CP SFP FDIC SO SKY	9 MO
<a href="#">Buy</a>	ASSOCIATED BANK NA	5.450	AT MATURITY	10/11/2024	Yes	5.450	Yes	10/13/2023	4,930	CP SFP FDIC SO SKY	1 YR
<a href="#">Buy</a>	BANK OF AMERICA, NA	5.350	AT MATURITY	01/11/2024	No	5.350	Yes	10/11/2023	3,635	CP SFP FDIC SO	3 MO

## CD Guided Search

**Fixed Income**

**Invest with confidence — find the best CD rates for you**

If you're looking to make your cash work harder, you'll find an option to meet your time frame and earn high returns with a fractional CD. Get started with as little as \$100.

**Lock in the best rate for you**

6-month **4.25% APY**

[Get this rate](#)

**Explore all CD**

A CD is a predictable\* performance conditions. Explore a fra...  
Browse all Fidelity CDs

**Guided search results**

Investment amount:  Time period:

**1-year CD** APY 5.45%

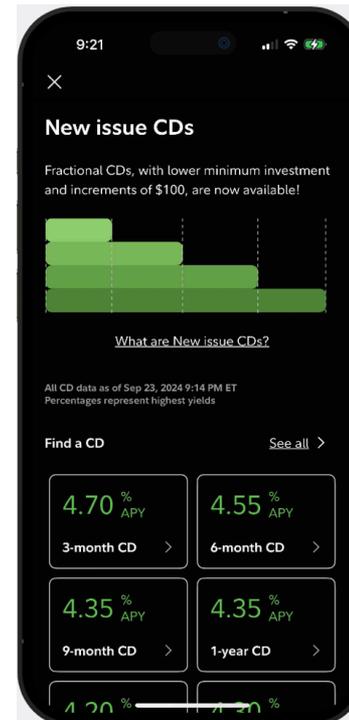
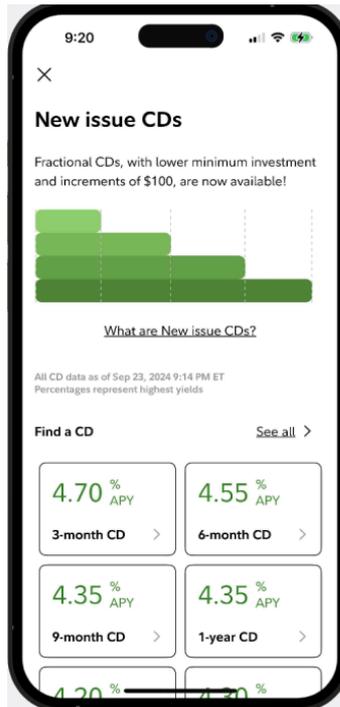
**Fractional CD for \$1,200**  
1-year Return **\$65.22**

With a \$1,200 investment and a 1-year maturity you have two options:  
Option 1: Buy a single fractional CD

**Make your cash work harder with Fidelity**

# New Issue CDs on Fidelity's Mobile app

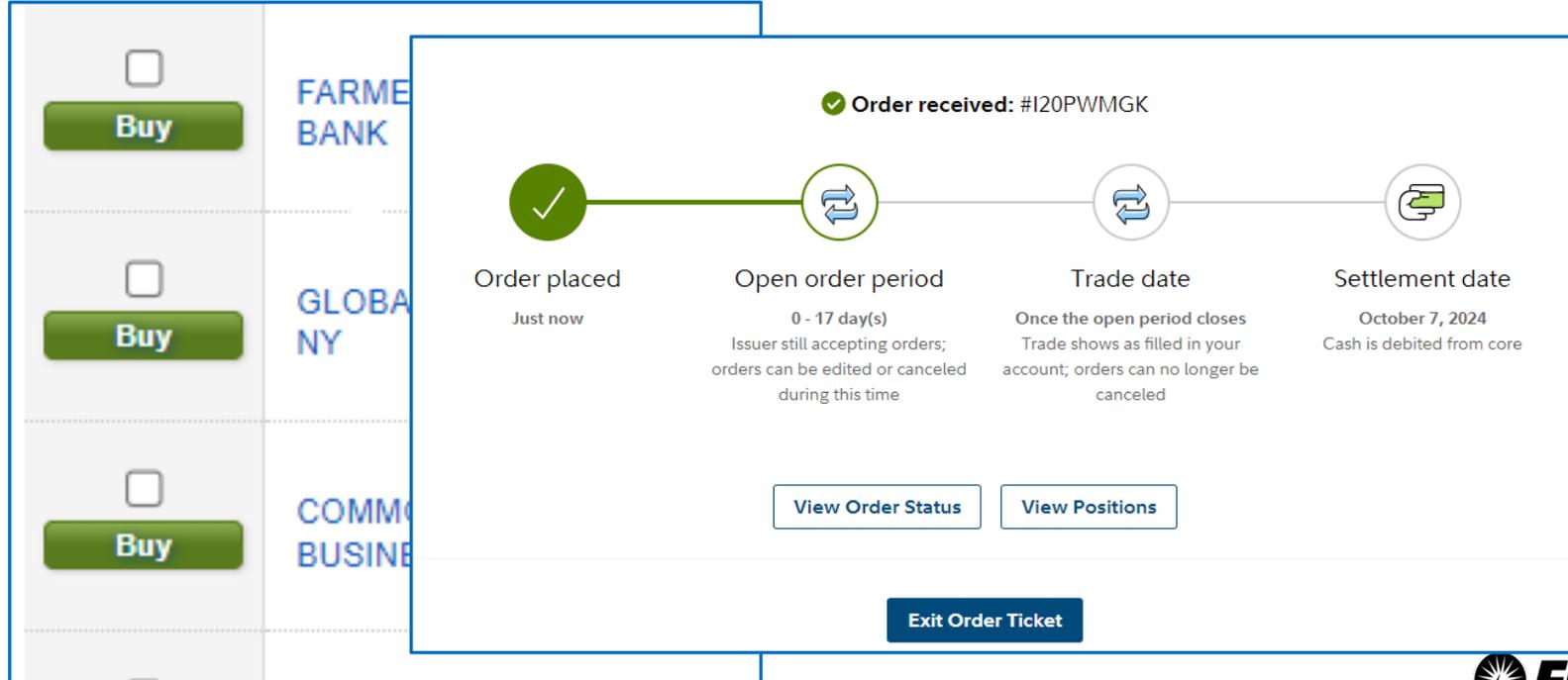
- Fidelity's mobile app provides a convenient way to check the latest CD rates and structures
- Click through to learn about the CD and trade
- Includes both Fractional CDs and Auto Roll capability



Screenshots are for illustrative purposes

# Placing a New Issue CD Order

- Fidelity offers new issue CDs during an offering period that can last from a few days to a week+
- Orders are then collected and sent to the issuing bank – at which point they cannot be edited
- You pay for the CD on the Settlement Date



# Buying & Selling CDs in the Secondary Market

Trade	Description	Coupon	Coupon Frequency	Maturity Date	Next Call Date	Bid		Ask			Depth of Book
						Yield	Price Qty(min)	Price Qty(min)	Yield to Worst	Yield to Maturity	
<a href="#">Buy</a> <a href="#">Sell</a>	BNY MELLON NA INSTL CTF DEP CD 3.85000% 01/08/2027	3.850	SEMI-ANNUALLY	01/08/2027	--	4.057	99.543 500(20)	100.242 2(2)	3.735	3.735	

- Like a security, brokered CDs can be bought and sold on the secondary market
- When you place the trade note the key differences with the new issue market:
  - Quantity min & max
  - \$1 per CD Markup
  - Recalculated Yield with the markup = Effective yield
  - Accrued Interest

**Preview Order**

Account		Action	Buy
Quantity	2	CUSIP	05584CL38
Order Type	Limit Price	Price	100.242
Price w/Mark-up	100.342	Effective Yield	3.688784%
Time in Force	Fill or Kill	Trade Type	Cash
Trade Date	09/24/2024	Settlement Date	09/25/2024

Estimated order value, including **\$2.00 (0.100%)** mark-up and **\$16.67** accrued interest:

\$2,023.51

Please verify your order information before placing order

Edit
Place Order

# Callable vs Call Protected CDs

Select Action	Description	Coupon	Coupon Frequency	Maturity Date	Fractional CD	Yield	Call Protected	Settlement Date	Quantity Available	Attributes	Period
<input type="checkbox"/> Buy	TEXAS SECURITY BANK	4.300	MONTHLY	06/30/2025	No	4.300	No	09/30/2024	1,165	SFP FDIC SO	9 MO

- Most CDs are not callable = “Call Protected”
- “Call Protected” means you will receive the repayment of principal on the maturity date
- Callable CDs give banks flexibility and, for the investor, the potential to earn a higher return...
- .... but also the RISK that the CD won’t last as long as expected
- With Callable CDs consider the following before you buy:
  - The call schedule
  - Compare rates for Call Protected CDs with similar maturity dates
  - If the CD is called what might be the prevailing rates at that future time?

**Fidelity.com** [Print](#) | [Close](#)

**Call Schedule**  
TEXAS SECURITY BANK

Call Defeased	NO
Continuously Callable	NO
Callable After	--
Next Call Date *	12/30/2024

\* The Next Call Date is, where applicable, the earlier of either the continuously callable effective date calculated from the current business day, or the next scheduled call date.

Call Date	Call Price	Call Type
12/30/2024	100.000	Par Call
01/30/2025	100.000	Par Call
02/28/2025	100.000	Par Call
03/28/2025	100.000	Par Call
04/28/2025	100.000	Par Call
05/28/2025	100.000	Par Call
06/28/2025	100.000	Par Call

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# Purchasing a CD – Things to Consider

- Purchase size – does this fall within the FDIC limit?
- If I have more than \$250,000 to invest, how should I diversify my holdings?
- Maturity – what time horizon makes sense for me?
- If I need to sell early what are the risks?
- Coupon – does this coupon look attractive for my portfolio?
- Callable vs. non callable (call protected) – what’s my reinvestment risk if this gets called and is it worth the extra yield pickup?
- New issue vs. secondary – are there yield opportunities in the secondary space and how should I calculate FDIC insurance if an offering is priced above par?

Select Action	Description	Coupon	Coupon Frequency ▲	Maturity Date	Fractional CD	Yield	Call Protected	Settlement Date	Quantity Available	Attributes	Period
<input type="checkbox"/> <b>Buy</b>	SUNWEST BANK	3.450	MONTHLY	09/28/2029	No	3.450	Yes	09/30/2024	441	CP SFP FDIC SO	5 YR
<input type="checkbox"/> <b>Buy</b>	JONESBORO STATE BANK	4.000	MONTHLY	10/03/2029	No	4.000	No	10/03/2024	4,447	SFP FDIC SO SKY	5 YR



# CD Ladders & Auto Roll

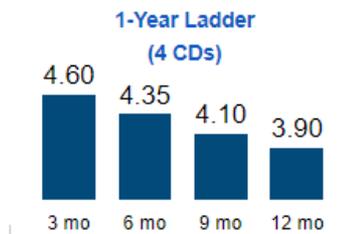
# Using the Model CD Ladder tool

- A set framework of 1, 2, and 5-year CD Ladders
- Automatically preview current highest new issue CD rates available on Fidelity.com

## CD Ladders

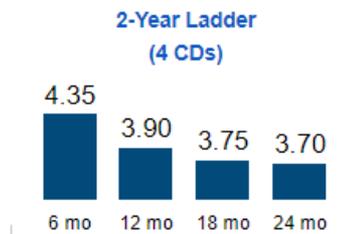
Model CD Ladders provide an easy way to invest in multiple Certificates of Deposit (CDs) at a time, blending longer-term CDs with shorter-term CDs. By selecting one of the three models shown below you can easily filter our new issue CD inventory using a set of objective screening criteria to model your own CD Ladder:

[Learn more](#) about how Model CD Ladders work and the screening methodology deployed.



Ladder APY: 4.24

Build 1-Year Ladder



Ladder APY: 3.92

Build 2-Year Ladder



Ladder APY: 3.64

Build 5-Year Ladder

RATES AS OF 5:30 PM ET 09/30/2024

# Buy CDs with or without Auto Roll

- Arrange for the proceeds of the principal to be used to automatically purchase a new position that meets your criteria once your first position has reached maturity.
- The service is also available for certain eligible CD ladder strategies.

## Do you want maturing positions to be deposited or re-invested?

Upon maturity, I would like my CD ladder to:

- Return maturing principal to my core account**  
Each CD will return its final coupon and principal into your core cash account when it matures.
- Re-invest maturing principal automatically via Auto Roll**  
As individual CD rungs mature, the principal amount will be used to purchase the same quantity of new issue CDs (subject to availability) with the longest maturity date for the model CD ladder chosen.

[Learn more about the Fidelity Auto Roll Service.](#)

CD Ladder Methodology

**Example: Automatically re-invest funds from maturing CDs into new CDs**



Source: Fidelity Investments. For illustrative purpose only. Yields for each CD are hypothetical and may not reflect actual results.



# Summary and Next Steps

# Looking Ahead

- The yield curve is steepening (the spread between short-term and long-term interest rates is increasing) which will make longer duration brokered CDs look more attractive to short end rates
- The Fed will likely continue to cut interest rates to regulate inflation and unemployment. Upcoming economic releases will help paint a picture as to the pace of these cuts
- Despite the upcoming drop in the Fed Funds rate it's not expected to reach 0.00% as it did during the COVID-19 pandemic and fixed income investments will still have meaningful yield
- Banks redeeming brokered CDs, paired with a continued reliance on brokered funding, will likely increase offerings in the space and provide more options to buyers
- Upgrades to the Fidelity.com website will enhance the customer experience

# Summary & Next Steps

- Investing in fixed income involves balancing **credit** risk and **term** risk, in return for **yield**.
- Brokered CDs** are **FDIC-insured** and provide you the potential to invest across multiple different issuers, across a **range of maturities**.
- The reliable amount of new issue supply, from a **variety of banks** and **across the yield curve**, allows us to offer customers additional ways to invest in CDs.
- Key attributes to consider for new issue CDs:
  - **Simple to buy** at par (\$1,000)
  - **Fractional CDs** minimums & increments of \$100
  - **Callable vs call protected**
  - **No charge** to purchase
  - Available **24/7**.

**Fidelity.com**

- Fidelity.com > Research > Fixed Income
- "Bonds" tab or "CDs & Ladders" tab

**Fixed Income, Bonds & CDs**

Two fixed income webinar topics this week:  
 Wednesday September 25 at 12:00 p.m. ET: Learn more about  
 Thursday September 26 at 12:00 p.m. ET: Join Dr. Ben Bernanke and your portfolio.

Choose from 100,000 new issue and secondary market bonds and CD depth of book. Only \$1 per bond mark-up/mark-down for secondary

Search Bonds or Funds By CUSIP or Type (for bond name)

**Bonds** Funds CUSIP

Yields **Bonds (258,188)** New Issues (203) CDs & Ladders (4,764) Annuities Funds ETFs Managed Accounts

The numerical percentage values represent the highest or median annualized yields for each category based on offerings that may be available. Visit Products > Fixed Income, Bonds & CDs to read more about the advantages and risks of brokered CDs and the different bond types listed.

View by:	Highest Yield	Median Yield	Pop out the yield table									
Understanding This Table	3mo	6mo	9mo	1yr	2yr	3yr	5yr	10yr	20yr	30yr+		
CDs (New Issues)	4.70%	4.55%	4.30%	4.35%	4.20%	4.40%	4.25%	4.30%	--	--		
<b>BONDS</b>												
U.S. Treasury	4.73%	4.44%	4.15%	3.94%	3.57%	3.50%	3.55%	3.77%	4.22%	4.14%		
U.S. Treasury Zeros	--	--	--	3.80%	3.52%	3.51%	3.62%	3.96%	4.45%	4.05%		
Agency/ISSE	4.73%	4.55%	4.37%	4.27%	4.49%	4.81%	4.87%	5.25%	4.84%	4.75%		
Corporate (Aaa/AAA)	4.16%	3.85%	3.74%	3.89%	3.69%	3.53%	3.76%	4.15%	4.19%	4.71%		

# Thank You!

## Important information

**Minimum markup or markdown of \$19.95 applies if traded with a Fidelity representative. For U.S. Treasury purchases traded with a Fidelity representative, a flat charge of \$19.95 per trade applies. A \$250 maximum applies to all trades, reduced to a \$50 maximum for bonds maturing in one year or less. Rates are for U.S. dollar-denominated bonds; additional fees and minimums apply for non-dollar bond trades. Other conditions may apply; see [Fidelity.com/commissions](https://www.fidelity.com/commissions) for details. Please note that markups and markdowns may affect the total cost of the transaction and the total, or "effective," yield of your investment. The offering broker, which may be our affiliate, National Financial Services LLC, may separately mark up or mark down the price of the security and may realize a trading profit or loss on the transaction.**

Fidelity makes certain new issue products available without a separate transaction fee. Fidelity may receive compensation from issuers for participating in the offering as a selling group member and/or underwriter.

Any screenshots, charts, or company trading symbols mentioned, are provided for illustrative purposes only and should not be considered an offer to sell, a solicitation of an offer to buy, or a recommendation for the security.

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# Thank You!

## Important information continued

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For the purposes of FDIC insurance coverage limits, all depository assets of the account holder at the institution that issued the CD will generally be counted toward the aggregate limit (usually \$250,000) for each applicable category of account. FDIC insurance does not cover market losses. In some cases, CDs may be purchased on the secondary market at a price that reflects a premium to their principal value. This premium is ineligible for FDIC insurance. For details on FDIC insurance limits, see [www.fdic.gov](http://www.fdic.gov)

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CD Model Ladders are provided for educational purposes and are not intended to serve as the primary basis for your investment, financial or tax planning decisions. The results of the tool are based on your inputs and criteria and the tool's stated methodology.

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