<table>
<thead>
<tr>
<th>Subject Area</th>
<th>New Rule (in brief)</th>
<th>Old Rule (in brief)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Subscriptions</td>
<td>No cancellations are permitted</td>
<td>Cancellations were permitted up to a specified window of time</td>
</tr>
<tr>
<td></td>
<td>No changes to issue dates are permitted</td>
<td>Issue date could be postponed up to 7 (seven) days beyond original issue date</td>
</tr>
<tr>
<td></td>
<td>Dollar amounts of subscriptions can be changed up to 10 (ten) percent</td>
<td>Dollar amounts of subscriptions could be changed by up to 10 (ten) percent or $10,000,000, whichever was greater</td>
</tr>
<tr>
<td>Early Redemptions</td>
<td>14 (fourteen) day advance notification is required</td>
<td>10 (ten) day advance notification was required</td>
</tr>
<tr>
<td></td>
<td>Early redemption requests can only be made on securities that have been issued</td>
<td>Early redemption requests could be made on securities any time after subscription</td>
</tr>
<tr>
<td>Yields</td>
<td>Yield pickups on early redemptions are prohibited; yield is calculated based on the IRS definition of yield (Section 148 of the Internal Revenue Code)</td>
<td>No old rule</td>
</tr>
<tr>
<td>Cost of SLGS</td>
<td>SLGS rate fee is approximately 1(one) basis point</td>
<td>SLGS rate fee was 5 (five) basis points</td>
</tr>
<tr>
<td>SLGSafe</td>
<td>Use of SLGSafe is mandatory for all SLGS transaction activity</td>
<td>SLGSafe was not mandatory</td>
</tr>
<tr>
<td>Certifications</td>
<td>Agent certifications and yield certifications are required</td>
<td>No specific certifications were required</td>
</tr>
<tr>
<td>Rate Table</td>
<td>Daily SLGS rate table is produced and published by 10:00 AM Eastern Time on the effective date of the rates</td>
<td>Daily SLGS rate table was produced using the prior day's closing prices</td>
</tr>
<tr>
<td>Trading Hours</td>
<td>SLGSafe open trading hours are 10:00 AM to 10:00 PM Eastern Time. SLGSafe inquiry functions are available from 8:00 AM to 10:00 PM Eastern Time</td>
<td>SLGSafe open trading hours were 8:00 AM to 10:00 PM Eastern Time</td>
</tr>
</tbody>
</table>
SLGS Terms Defined

SLGS
State and Local Government Series Securities

SLGSafe
A secure internet site through which subscribers submit SLGS securities transactions

Subscription
A request to purchase SLGS securities that locks in the current day’s rate table

Time Deposit Securities
Book entry securities issued in whole dollar amounts with a minimum amount of $1000. Interest is paid semi-annually on securities with maturities beyond 1 year

Demand Deposit Securities
One-day certificates issued in a minimum amount $1000. Interest is accrued and applied to the principal daily.

Contact Information

Address
Bureau of the Fiscal Service
Special Investments Branch
PO Box 396
200 Third Street, Room 119
Parkersburg WV 26102-0396

Phone
304-480-5299

Facsimile
304-480-5277

E-mail
SLGS@fiscal.treasury.gov

Public Debt Help Desk
304-480-7777

Resources

SLGS at a Glance
Available at www.slgs.gov

31 CFR Part 344
Current SLGS Rules and Regulations

SLGSafe Help
Available at www.slgs.gov