



A Facet membership exclusive: two options for short-term investments.

As a Facet member, you have two options for earning more interest on money you've set aside for planned or unplanned spending that may happen within the next few years. Before investing, we recommend that you have 3-6 months of expenses in cash as an emergency fund.

➤ **Both options currently yield more than typical bank savings rates, making them alternatives to Certificates of Deposit (CDs), savings accounts, and money market accounts.¹**

What options does Facet offer for short-term cash?

Members have two great options to potentially earn higher interest rates: Facet's High-Yield Account and the Short-Term Strategy model. Our High-Yield Account is similar to other high-yield savings offerings while Facet's Short-Term Strategy model invests in high quality, short-term bond funds, professionally managed by the Facet investment team.



How do the yields compare?

Please note that the rates will fluctuate and some small volatility is possible, but the current yield on both options is currently higher than most CDs and high-yield savings accounts. And, unlike some alternatives, you can withdraw your money at any time with no penalties.

What are the details?

| | Facet High-Yield Account | Facet Short-Term Strategy |
|------------------------------|---|--|
| What is it? | Facet members have access to an account that delivers high-yield savings rates through negotiated deposits with national banks (Facet doesn't directly negotiate). Deposits are FDIC insured (similar to a bank). | Facet members can expand their investment portfolio to include a managed solution of short-term investments to yield potentially more than high-yield deposit accounts, CDs or money market funds. |
| What are the current yields? | 4.9% ² annual percentage yield (APY). | 5.3% ³ Yield-to-Worst (a technical term that describes the lowest possible current yield). ⁴ |
| What is the minimum deposit? | \$1 | \$250 |
| How do I make withdrawals? | Deposits and withdrawals to and from this account are processed through the Automated Clearing House network and may take 2-5 days to settle. | Funds are available in 2-3 days (transfers to your bank may take longer). |
| What are the expenses? | None | The investments Facet uses have an expense ratio of 0.11% ⁵ |
| Do rates ever change? | APY changes will be based on an analysis of Fed Funds rate, which the Fed sets at its regular meeting. | Returns can fluctuate and, although not expected, may go below zero during some infrequent economic conditions. |
| Why should I consider? | This is a potential savings vehicle for those with a lower risk tolerance or anyone who may need to access cash at any moment. | This option is for those who are willing to take a small amount of risk for the potential of higher returns, or anyone who wants their short-term investments professionally managed by Facet. |
| Where will my account be? | Accessible through your Facet membership. | Professionally managed by Facet. |



There are no fees for either option, and both may be integrated into your overall planning strategy.

Please remember that these options are designed for expenses within the next three years. For any time horizon beyond that, inflation becomes a larger risk and investments in bonds and equities are better options in most situations.

Contact your Facet planner to learn more.

Facet Wealth, Inc. (Facet) is an SEC registered investment adviser headquartered in Baltimore, Maryland. This is not investment, financial, legal, or tax advice. Past performance is not a guarantee of future performance.

Facet's High Yield Account is a brokerage account offered through Apex Clearing. Apex Clearing is not a bank. The cash balance in the high yield account will be swept from the brokerage account to deposit account(s) at one or more third-party banks (Program Banks) that have agreed to accept deposits from Facet members. The Program Banks will pay a variable rate of interest. Members are generally eligible for FDIC insurance coverage of \$250,000 per member, per Program Bank, for each account ownership category. Account ownership by category capped at \$5 million. All accounts through Apex are covered by SIPC while the funds in the High Yield Account invested in the program banks are covered by FDIC.

¹<https://www.fdic.gov/resources/bankers/national-rates/index.html>

²As of March 31, 2024; rates may fluctuate. Annual Percentage Yield (APY) is the real rate of return earned on your investment, taking into account the effect of compounding interest.

³As of March 31, 2024; rates may fluctuate

⁴The statistics for the Short-Term Strategy are based on the underlying portfolio of bonds owned by the ETFs Facet will be using in the strategy. Final statistics were weighted using the same weights Facet will be using in the strategy. This is effectively a snapshot of the portfolio statistics on March 31, 2024 if one were to reconstruct these three ETFs by purchasing all of the underlying holdings. The data was sourced from Bloomberg and is based on public reporting of holdings by the ETFs.

⁵As of March 31, 2024

