



Disclosure Statement Supplement

Certificates of Deposit

This Supplement should be read in conjunction with the Disclosure Statement and Confirmation. Callable CDs may not be appropriate for every investor. Please refer to the “Important Investment Considerations” section in the Disclosure Statement.

Issuer: Texas Exchange Bank, ssb **CUSIP:** 88241THU7
Issuance Date: 06/19/2020
Coupon: 1.000%
Maturity Date: 06/19/2025
Interest Payment: Monthly, commencing 07/19/2020
Call Provision: Callable monthly in whole at Par on the 19th of each month beginning 09/19/2020 with 15 calendar days notice.
Yield to maturity: 1.000% (1.000% APY*)
Yield to call: 1.000% (1.000% APY*)

IMPORTANT INFORMATION ABOUT CALLABLE CDs:

The CDs described above are subject to redemption in the sole discretion of the Issuer (a “Call”), on the specified date or dates indicated above (a “Call Date”). If a call date is not a Business Day as defined in the Disclosure Statement, the CD may be called on the next succeeding business day. If the Issuer chooses to call the CD, you will be paid the outstanding principal amount and accrued interest up to, but not including, the call date. The estimated market value of the CD on your account statement does not determine the amount you will receive if the CD is called. Principal and accrued interest on callable CDs will be insured by the FDIC within the applicable limits described in the Disclosure Statement. The Issuer will notify the Firm or its sub-custodian 15 calendar days before the call date of the Issuer’s intent to call the CD. The Firm will use reasonable efforts to notify you of the Issuer’s decision to call the CD. The failure of the Firm to notify you will not affect the validity of the call.

Despite the call feature, you should be prepared to hold your CD to maturity. You may be able to sell your CD in the secondary market that the Firm may, but is not obligated to maintain after the Settlement Date. If the Firm does maintain a secondary market in the CD, there can be no assurance that it will continue to do so. The price you receive in the market will reflect prevailing market conditions and may be less than the amount you paid for your CD. See the section headed “Secondary Market” in the Disclosure Statement. You should be aware that a Call would most likely be made at a time when interest rates on comparable deposit obligations are lower than the interest rate payable on the CDs. The Firm does not control whether or when an Issuer decides to call a CD. If the CD is called, you may be unable to reinvest the funds at the same rate as the CD. The Firm is not responsible for any losses you may incur as a result of a lower interest rate on an investment replacing the CD.

Payments will be distributed on each interest payment date.

INTEREST WILL NOT BE COMPOUNDED.

NO INTEREST WILL BE EARNED AFTER A CALL OR MATURITY.

*APY= Annual Percent Yield

