What to expect after your New Issue CD Order is placed

What’s New

More information is available right after you’ve placed your new issue CD order, including helpful iconography, help text, and settlement date information. Find answers to questions below such as: “When will my position start earning interest?” and “If I change my mind, how long do I have to cancel my order?”

Additional explanation

Open order period

Once an order for a New Issue CD is placed, the order status displays “Open” on the Order Status page and the updated balance is reflected in the “Cash Committed To Open Orders” amount. Orders can continue to be edited or canceled.

Trade date

Once the entire inventory has been sold or settlement date is reached (whichever happens first), the order period closes. The gross order total is sent to the bank to be filled and the Order status changes from “Open” to “Execution Pending”. At this time, orders can no longer be canceled. The Order Status will then update to “Filled”, confirming the CDs are in the account.

Settlement date

For orders placed in type cash, cash is taken from your account on settlement date, no sooner. Cash will earn interest up until the day before settlement. CDs begin earning interest on settlement date.

Screenshots are for illustrative purposes only.

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.

Past performance is no guarantee of future results. Investing involves risk, including risk of loss. References to individual securities are 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.