

TRUTH IN SAVINGS DISCLOSURE SHARE AND IRA CERTIFICATE

1. GENERAL SECTION:

- A. The terms of this agreement relate to Share and IRA Certificate Accounts. To establish and maintain a Certificate Account you must be and remain a member of this Credit Union.
- B. Dividends are paid from current income and available earnings after required transfers to reserves at the end of the dividend period.
- C. Partial withdrawals of principal are permitted from any IRA Certificate account once a participant has reached the age of 59½ (Please see your IRA Plan disclosure.)
- D. The principal withdrawn before maturity is included in the amount subject to early withdrawal penalty.
- E. Additional deposits can only be accepted at maturity.
- F. Changes in account ownership (e.g., title changes) may only occur at maturity and may not be performed during the term.

2. EARNINGS SECTION:

- A. Dividends will begin to accrue from the business day you deposit cash or non-cash items (for example, checks) to your account through the day prior to maturity.
- B. Unless otherwise paid, dividends will be compounded every day.
- C. Dividends are calculated by the daily balance method, which applies a daily periodic rate to the balance in the account each day.
- D. Dividends will be credited to the account either monthly or quarterly, with the exception of the three-month certificate dividends that are credited at maturity. Alternatively, you may choose to have dividends paid to you or to another account once dividends are credited rather than credited to this account.
- E. The dividend period is monthly, quarterly, or for the term (three months only), depending on the dividend crediting frequency chosen.
- F. The annual percentage yield disclosed is based on the assumption that dividends will remain in the account until maturity. A withdrawal will reduce the earnings.

3. MINIMUM BALANCE SECTION:

- A. The minimum balance required to open a Share or IRA Certificate is \$1000.00. You must maintain a minimum daily balance of \$1000.00 in your account each day to obtain the disclosed annual percentage yield.
- B. The minimum balance required to open a Jumbo (Share or IRA) Certificate is \$100,000.00. You must maintain a minimum daily balance of \$100,000.00 in your account each day to obtain the disclosed annual percentage yield.

4. RENEWAL SECTION:

- A. Certificate holders with a term of 60 days or longer will be notified by mail prior to maturity.
- B. This account will automatically renew at maturity. You may prevent maturity renewal if you withdraw the funds in the account at maturity (or within the grace period mentioned below) or we receive written notice from you within the grace period mentioned below. We can prevent renewal if we mail notice to you at least 30 calendar days before maturity. If either you or we prevent renewal, your deposit will be placed in a dividend bearing account.
- C. Each renewal term will be the same as the original term, beginning on the maturity date. The dividend rate will be the same we offer on new certificate accounts on the maturity date, which have the same term, minimum balance and other features as the original certificate account.
- D. You will have a grace period of seven calendar days after maturity to withdraw the funds without being charged an early withdrawal penalty.

5. EARLY WITHDRAWAL PENALTIES:

- A. Under certain circumstances early withdrawals may be prohibited up to seven days from date of issue.
- B. The Share Certificate Account will mature on the Maturity Date established at account opening. If a withdrawal of principal is made prior to the Maturity Date, we may impose a penalty on the amount withdrawn that is subject to penalty. Penalties may reduce the principal balance.
- C. We may charge, in accordance with Federal Reserve Board Regulation D, an early withdrawal penalty of seven days simple dividends on amounts withdrawn within the first six days after account opening or within six days following the last partial withdrawal.
- D. If the Share Certificate Account has a term to maturity equal to or less than one year, the penalty imposed will be the required Federal Reserve Board Regulation D penalty, whether or not earned.
- E. If the Share Certificate Account has a term to maturity of between one year and two years, the penalty imposed will equal 180 days of simple dividends, whether or not earned.
- F. If the Share Certificate Account has a term to maturity greater than two years, the penalty will equal 270 days simple dividends, whether or not earned.
- G. If the certificate has an original maturity of more than one year, the penalty we may impose is the lesser of all dividends since the date of issuance (or seven days dividends on the amount withdrawn if earned dividends are less than seven days), or 270 days dividends on the amount withdrawn.
- H. There are certain circumstances where we may waive or reduce this penalty, such as death or incompetence of an owner, withdrawal after the close of the dividend period in which the owner's credit union membership was terminated under Article II, Section 5 of the bylaws and withdrawal as a result of liquidation of the credit union.
- I. If the account is an IRA, at this Credit Union's option, penalties may also be waived for those who have attained the age of 59½ (please see your IRA plan disclosure).
- J. Inherited IRA accounts will not be charged a withdrawal penalty.

6. SHARE CERTIFICATE LOAN SECTION:

Each member acknowledges that the Credit Union has the right to charge or set-off against any deposit of the member with the Credit Union any debts or obligations owing by the member to the Credit Union whether direct or indirect, secured or unsecured, absolute or contingent, joint or several, due or to become due, whether as maker, endorser, guarantor, or otherwise, now existing or hereafter contracted or acquired by the Credit Union and wherever payable, and the interest thereon and expense, if any, which may be incurred by this institution in connection therewith, and this agreement shall be construed to be the consent of the member to make such a change or set-off against his/her/their account(s) if consent is required by any present or future statute of law. Note: IRA Certificates may not be pledged as collateral for a loan.

7. ISSUANCE OF CERTIFICATE ACCOUNTS:

In the name of two or more owners indicates joint ownership with rights of survival. The Credit Union is authorized to accept any one owner's signature for the purpose of pledging the certificate as collateral on a loan or for redemption.