



# TRUTH-IN-SAVINGS DISCLOSURE

EFFECTIVE DATE:

The rates, fees and terms applicable to your account at the Credit Union are provided in this Truth-in-Savings Disclosure. The Credit Union may offer other rates for these accounts from time to time.

## RATE SCHEDULE

	Dividend Rate (%)	Annual Percentage Yield (APY) %	Rate Type	Minimum Opening Deposit	Dividends Compounded	Dividends Credited	Dividend Period	Additional Deposits	Withdrawals	Renewable
<input type="checkbox"/> <b>Certificate Accounts</b>										
6 Month			Fixed		Quarterly	Quarterly	Account's Term	Not Allowed	Allowed—See Transaction Limitations section	Automatic
12 Month										
15 Month										
18 Month										
24 Month										
30 Month										
36 Month										
60 Month										
<input type="checkbox"/> <b>IRA Certificate Accounts</b>										
18 Month			Fixed		Quarterly	Quarterly	Account's Term	Not Allowed	Allowed—see Transaction Limitations section	Automatic
36 Month										
48 Month										
60 Month										
<input type="checkbox"/> <b>Super Saver Certificate Accounts</b>										
12 Month			Fixed		Quarterly	Quarterly	Account's Term	Allowed—see Transaction Limitations section	Allowed—see Transaction Limitations section	Automatic
<input type="checkbox"/> <b>Payroll Savings Plan Certificate Accounts</b>										
6 Month			Fixed		None	At Maturity	Account's Term	Allowed—see Transaction Limitations section	Allowed—see Transaction Limitations section	Non-Automatic
12 Month										
<input type="checkbox"/> <b>Adjustable Certificate Accounts</b>										
18 Month			Variable		Quarterly	Quarterly	Account's Term	Not Allowed	Allowed—see Transaction Limitations section	Automatic
36 Month										
60 Month										
<input type="checkbox"/> <b>Adjustable IRA Certificate Accounts</b>										
60 Month			Variable		Quarterly	Quarterly	Account's Term	Not Allowed	Allowed—see Transaction Limitations section	Automatic

## ACCOUNT DISCLOSURES

**Except as specifically described, the following disclosures apply to all of the accounts. All accounts described in this Truth-in-Savings Disclosure are share accounts.**

**1. Rate Information.** The Annual Percentage Yield is a percentage rate that reflects the total amount of dividends to be paid on an account based on the dividend rate and frequency of compounding for an annual period. For accounts subject to dividend compounding, the Annual Percentage Yield is based on an assumption that dividends will remain on deposit until maturity. A withdrawal of dividends will reduce earnings. For Certificate, IRA Certificate, Super Saver Certificate and Payroll Savings Plan Certificate accounts, the Dividend Rate and Annual Percentage Yield are fixed and will be in effect for the initial term of the account. For Adjustable Certificate and Adjustable IRA Certificate accounts, the Dividend Rate and Annual Percentage Yield are subject to change on first day of each calendar quarter to reflect changes in the index as posted by the Federal Reserve ([www.federalreserve.gov/releases/h15](http://www.federalreserve.gov/releases/h15)) on the 15<sup>th</sup> day of the last month of the previous calendar quarter, to which we add a margin. The index and margin for each Adjustable Certificate and Adjustable IRA Certificate account is listed below:

TERM	INDEX	MARGIN
18 Month	1-Year Constant Maturity Treasury	0.00%
36 Month	1-Year Constant Maturity Treasury	0.25%
60 Month	1-Year Constant Maturity Treasury	0.50%
60 Month – IRA	3-Month Treasury Bill Rate	1.00%

**2. Dividend Period.** For each account the dividend period is the account's term. The dividend period begins on the first day of the term and ends on the maturity date.

**3. Dividend Compounding and Crediting.** The compounding and crediting frequency of dividends are stated in the Rate Schedule. \* For Certificate, IRA Certificate, Super Saver Certificate, Adjustable Certificate and Adjustable IRA Certificate accounts, you may choose to have dividends credited to your certificate account, paid to you by check, or transferred to another account of yours. If you choose to have dividends paid by check or transferred to another account, compounding will not apply.

**4. Balance Information.** The minimum balance requirements applicable to each account are set forth in the Rate Schedule. To open any account you must deposit or already have on deposit at least the par value of one full share in any account. The par value amount is \$5.00. Some accounts may have additional minimum opening deposit requirements. For all accounts, dividends are calculated by the Daily Balance method, which applies a periodic rate to the balance in the account each day.

**5. Accrual of Dividends.** For all accounts, dividends will begin to accrue on noncash deposits (e.g. checks) on the business day you make the deposit to your account.

**6. Transaction Limitations.** For Certificate, IRA Certificate, Adjustable Certificate and Adjustable IRA Certificate accounts, after your account is opened you may make withdrawals of principal subject to the early withdrawal penalties stated below; withdrawals of dividends are not subject to penalty. For Super

Saver Certificate accounts, you may make withdrawals of dividends and one partial withdrawal of principal without penalty; subsequent withdrawals or principal are subject to the early withdrawal penalties stated below. For Payroll Savings Plan Certificate accounts, all withdrawals are subject to the early withdrawal penalty stated below.

You may not make additional deposits during the term of a Certificate, IRA Certificate, Adjustable Certificate and Adjustable IRA Certificate account. For Super Saver Certificate accounts, you may make additional deposits in increments of at least \$500 during the term of your account. For Payroll Savings Plan Certificate accounts, you must make regular deposits to your account via payroll deduction. You will establish dollar amount of each deduction by signing a payroll card at account opening. For all certificate accounts, your account will be closed if the balance falls below the applicable minimum opening requirement as stated in the Rate Schedule.

**7. Maturity.** Your account will mature as stated on this Truth-in-Savings Disclosure or on your Account Receipt or Renewal Notice.

**Early Withdrawal Penalty.** We may impose a penalty if you withdraw from your account before the maturity date.

**Amount of Penalty.** For Certificate, IRA Certificate, Super Saver Certificate, Adjustable Certificate and Adjustable IRA Certificate accounts, the amount of the early withdrawal penalty is based on the term of your account. The penalty schedule is as follows:

Terms of less than 18 months	90 days' dividends
Terms of 18 months or longer	180 days' dividends

For Adjustable and IRA Adjustable Certificate accounts, the penalty will be calculated based on the prevailing rate in effect at the time of the withdrawal.

For Payroll Savings Certificate accounts, we will impose a penalty of reduced dividends if you withdraw from your account prior to maturity. All accrued dividends from the issue date to the date of withdrawal will be recalculated based on the prevailing rate for Share Type 04 accounts at the time of the withdrawal.

**How the Penalty Works.** The penalty is calculated as a forfeiture of part of the dividends that have been or would be earned on the account. It applies whether or not the dividends have been earned. In other words, if the account has not yet earned enough dividends or if the dividend has already been paid, the penalty will be deducted from the principal.

**Exceptions to Early Withdrawal Penalties.** At our option, we may pay the account before maturity without imposing an early withdrawal penalty under the following circumstances:

- (i) When an account owner dies or is determined legally incompetent by a court or other body of competent jurisdiction.
- (ii) Where the account is an Individual Retirement Account (IRA) and any portion is paid within seven (7) days after the establishment; or where the account is a Keogh Plan (Keogh), provided that the depositor forfeits an amount of at least equal to the simple dividends earned in the amount withdrawn; or where the account is an IRA or Keogh and the owner attains age 59 ½ or becomes disabled.

**Renewal Policy.** The renewal policy for your accounts is stated in the Rate Schedule. For Certificate, IRA Certificate, Super Saver Certificate, Adjustable Certificate and Adjustable IRA Certificate accounts, your account will automatically renew for another term upon maturity. You have a grace period of seven (7) days after maturity in which to withdraw funds in the account without being charged an early withdrawal penalty. For Payroll Savings Plan Certificate accounts, your account will not automatically renew for another term. You will not be paid dividends on the account after the maturity date. Upon maturity, the balance in your Payroll Savings Plan Certificate will be transferred to your primary savings account. At your option, you may choose to purchase another certificate or use the funds for a special purpose.

**Nontransferable/Nonnegotiable.** Your account is nontransferable and nonnegotiable.

The rates and fees appearing with this Schedule are accurate and effective as of the Effective Date indicated on this Truth-in-Savings Disclosure. If you have any questions or require current rate and fee information on your accounts, please call the Credit Union at (814) 266-4987.

