

# Truth in Savings Disclosure

## Certificate of Deposit 01/15

**Rate Information.** The Interest Rate and Annual Percentage Yield on your accounts are set forth on the attached rate sheet. The Annual Percentage Yield is a percentage rate that reflects the total amount of interests to be paid on an account based on the Interest Rate and frequency of compounding for an annual period. The Interest Rate and Annual Percentage Yield on certificate accounts are fixed and will be in effect for the term of the Account. The Annual Percentage Yield on Certificate Accounts is based on an assumption that interests will remain on deposit until maturity. A withdrawal of interests will reduce earnings.

**Compounding and Crediting.** Interest will be compounded and credited: 3 and 6 month Certificates will credit at maturity and will not compound, 9 months to 6 years will compound and credit quarterly. Alternatively, you may choose to have interest paid to your account rather than to this certificate, compounding will not apply.

**Balance Information.** The minimum opening balance required for each account is set forth on the rate sheet. Interest is calculated by the daily balance method which applies a daily periodic rate to the daily principal in the account.

**Accrual of Interest.** Interest will begin to accrue on cash deposits and noncash deposits (e.g. checks) on the business day you make the deposit to your account. If you close your account prior to interest crediting, you will not be paid accrued interests.

**Transaction limitations.** After your certificate is opened you may not make additional deposits to your certificate until the maturity date stated on the certificate. During the 10 day grace period at maturity, deposits and withdrawals are permitted. You may make withdrawals of principal from your certificate before maturity. Withdrawals before maturity will be subject to an early withdrawal penalty.

**Maturity.** Your account will mature within the term set forth on the certificate or maturity date set forth on your Account Receipt or Renewal Notice.

**Early Withdrawal Penalty.** We may impose a penalty if you withdraw any funds before the maturity date.

**Amount of Penalty:** The amount of the early withdrawal penalty is based on the term of the certificate. The penalty schedule is as follows: 12 months or less=90 days interests; 13 to 24 months =180 days interests; 25 to 36 months = 270 days interests; 37 to 48 months = 360 days; 49 to 60 months = 450 days; 61 to 72 months = 540 days.

**How the Penalty Works.** The penalty is calculated as a forfeiture of part of the interests that have been or would be earned on the account. It applies whether or not the interests have been earned. In other words, if the account has not yet earned enough interest or if interest 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 the 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 establishment; or where the account is an IRA and the owner becomes disabled.

**Renewal Policy.** Your accounts are automatically renewable accounts. Your account will automatically renew for the same term upon maturity and you have a grace period of ten (10) days after maturity in which to withdraw funds in the account without being charged an early withdrawal penalty.

**Nontransferable/Nonnegotiable.** Your account is nontransferable and nonnegotiable. The funds in your account may not be pledged to secure any obligation of an owner, except obligations with the credit union.

**Bylaw Requirement.** You must complete payment of one share (\$5.00) in your General Share Account as a condition of admission to membership.

**National Credit Union Share Insurance Fund.** Member accounts in this credit union are federally insured by the National Credit Union Share Insurance Fund to \$250,000.

**Joint Tenancy.** If more than one owner is listed, ownership of this account shall be held as joint tenants with Rights of Survivorship.