

Certificate Disclosure

All information contained in this disclosure is current as of September 1, 2009 and is subject to change. Any certificate can be an IRA certificate.

Rate Information: The Dividend Rate and Annual Percentage Yield are as stated on the Rate Schedule or on your Certificate Application. 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 all accounts, the Dividend Rate and Annual Percentage Yield are fixed and will be in effect for the initial term of the account. The Annual Percentage Yield is based on an assumption that dividends are posted and compounded as stated on your Certificate Application and will remain in the account until maturity. A withdrawal will reduce earnings.

Premier Checking and Heritage Club Rates: Members participating in the Premier Checking or Heritage Club will receive a higher dividend rate for certain Certificates with a term of one (1) year or greater. For amounts of \$50,000 - \$99,999, a bonus of 10 basis points will be added to the rate in effect at the time of purchase. For amounts of \$100,000 or greater, 25 basis points will be added to the rate in effect at the time of purchase. Please note that there is one bonus allowed per Certificate purchase. **Add-On and promotional Certificates are not eligible for a dividend rate bonus.**

Dividend Compounding and Crediting: Dividends are posted and compounded as stated on your Certificate Application. They are paid from the date of deposit to the date of maturity on the actual value of the Certificate. If you close your Certificate before dividends are credited you will receive accrued dividends, unless they are part of the penalty.

Minimum Balance Requirements: The minimum balance requirements applicable to Certificates are set forth in the Rate Schedule.

Balance Computation Method: Dividends on Certificate accounts are calculated by the daily balance method, which applies a daily periodic rate to the full amount of principal for each day.

Accrual of Dividends: Dividends will begin to accrue on the business day you deposit noncash items (e.g., checks) to your account.

Additional Deposits: Additional deposits are permitted for Add-On Certificates only. You may make additional deposits to an Add-On Certificate at any time. There is no minimum amount requirement for additional deposits.

Transaction Limitations: After the account is opened, you may make withdrawals subject to the early withdrawal penalties stated below.

Maturity: Your account will mature as stated on the Rate Schedule or on your Certificate Application.

Renewal Policies: Your Certificate account will automatically renew at maturity. A Certificate Maturity Notice will be sent at least twenty (20) calendar days prior to the maturity date. If there is no response to the notice, and the Certificate continues to be offered, the Certificate will automatically renew at the rate determined to be in effect on the maturity date and for the same term. You will have a grace period of ten (10) calendar days to withdraw the funds in the account without being charged an early withdrawal penalty. Dividends will be paid at the renewal dividend rate on withdrawals made during the ten- (10) calendar day grace period.

Early Withdrawal Penalty: We may impose a penalty if you withdraw any of the principal in your account before the maturity date. For Certificates having a term of six (6) months or less, the penalty will be equal to all dividends on the amount withdrawn since the date of issuance or renewal. For Certificates having a term greater than six (6) months, the penalty will be equal to the lesser of 180 days of dividends on the amount withdrawn or all dividends on the amount withdrawn since the date of issuance or renewal. **All Certificates are subject to a minimum early withdrawal penalty equal to seven (7) days dividends applied to amounts withdrawn within the first six (6) calendar days after issuance, deposit (including deposits of dividends) or last partial withdrawal.** If a withdrawal of the principal amount reduces the balance below the minimum amount required for the Certificate, the account will be cancelled and the applicable penalty imposed.

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 and as permitted by law, we may pay the account before maturity without imposing an early withdrawal penalty under the following circumstances:

- a) When an account owner dies or is determined legally incompetent by a court or other body of competent jurisdiction.
- b) Where the account is an IRA Certificate and any portion is paid within seven (7) calendar days after the account is established, provided that the owner forfeits an amount equal to the dividends earned on the amount withdrawn.
- c) Where the account is an IRA Certificate and the owner reaches age 59 ½ or is disabled.

Non-negotiable: Certificates are non-negotiable and cannot be used as collateral.

Non-transferable: The ownership of this account cannot be transferred outside of the Credit Union. Joint owners can be removed and/or added with the written consent of all owners.

Insurance: Member savings is federally insured to at least \$250,000 by the National Credit Union Share Insurance Fund.

THE MANAGEMENT RESERVES THE RIGHT TO, AT ANY TIME, WITHOUT PRIOR NOTICE, RESTRICT OR DISCONTINUE THE OPENING OF CERTIFICATE ACCOUNTS.