

CERTIFICATES

The Credit Union offers a variety of certificate account options.

Ownership: If your certificate account is opened in the names of two or more persons, it is a joint ownership account with full rights of survivorship. Any of the joint owners may obtain withdrawals from the account at or prior to maturity and/or, as allowed by credit union policy, may pledge the account balance as collateral for a credit union loan.

CERTIFICATE ACCOUNTS AND IRA CERTIFICATE ACCOUNTS

Rate Information: The dividend rate and annual percentage yield may change at any time, as determined by the credit union board of directors.

Compounding and Crediting: Dividends will be compounded monthly and will be credited to your account monthly.

Dividend Period: For this account type, the dividend period is monthly. The dividend declaration date follows the ending of a dividend period. If you close your account prior to payment of a dividend, you will not receive any accrued dividend. Dividends will be posted to the account on the last day of each month, regardless of date opened.

Balance Computation Method: Dividends are calculated by the daily balance method, which applies a daily periodic rate to the balance in the account each day.

Minimum Balance Requirement for Certificate Account:

The minimum required to open and maintain this account is \$_____.

You must maintain a minimum daily balance of \$_____ in your account each day to obtain the disclosed annual percentage yield.

Minimum Balance Requirement for IRA Certificate Account:

The minimum required to open and maintain this account is \$2,000.00.

You must maintain a minimum daily balance of \$2,000.00 in your account each day to obtain the disclosed annual percentage yield.

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

Early Withdrawal Penalties: A penalty may be imposed for withdrawals before maturity. The penalty is calculated as a forfeiture of past of the dividends that have been or would be earned on the account. It applies whether or not the dividends have been earned.

CD Term Early Withdrawal Penalty

0 - 12 Months 90 days loss of dividends

13 - 35 Months 180 days loss of dividends

36 + Months 365 days loss of dividends

EXCEPTIONS TO EARLY WITHDRAWAL PENALTIES FOR

CERTIFICATE ACCOUNTS AND IRA CERTIFICATE ACCOUNTS ONLY

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 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.

MAXIMUM DEPOSIT ALLOWED TO YOUTH CERTIFICATES

3 year: \$3,000

4 year: \$4,000

5 year: \$5,000

RENEWAL POLICY

The renewal policy for these two account types is stated in the Rate Schedule. For all accounts in this section, the account(s) will automatically renew for another term upon maturity. You have a grace period of 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 (s) may not be pledged to secure any obligation of an owner, except obligations with the Credit Union.