



■ FEDERAL CREDIT UNION ■

Truth in Savings GHS Term Share Certificate Account Disclosure

The rates and terms applicable to your account at the Credit Union are provided in this disclosure. The Credit Union may offer other rates for these accounts from time to time. All rates are subject to change.

Effective Date: _____ Maturity Date: _____

Term Share Certificate Account

(APR/APY)* (Term)

- Dividends are compounded monthly
- Dividends are credited monthly
- The dividend period is the account's term
- The minimum opening deposit is \$500.00
- The rate provided is a fixed rate for the term stated
- Additional deposits are allowed only at maturity
- Early withdrawals are allowed but are subject to the early withdrawal penalties stated below
- Certificates will automatically renew at maturity

Junior Term Share Certificate Account

(APR/APY)* (Term)

- Dividends are compounded monthly
- Dividends are credited monthly
- The dividend period is the account's term
- The minimum opening deposit is \$200.00
- The rate provided is a fixed rate for the term stated
- Additional deposits are allowed only at maturity
- Early withdrawals are allowed but are subject to the early withdrawal penalties stated below
- Certificates will automatically renew at maturity
- Available for members under 18 years of age only. When member reaches the age of 18, member is expected to increase the certificate amount, at its next maturity date, to meet those minimums required for a regular term share certificate account

IRA Term Share Certificate Account

(APR/APY)* (Term)

- Dividends are compounded monthly
- Dividends are credited monthly
- The dividend period is the account's term
- The minimum opening deposit is \$500.00
- The rate provided is a fixed rate for the term stated
- Additional deposits are allowed only at maturity
- Early withdrawals are allowed but are subject to the early withdrawal penalties stated below
- Certificates will automatically renew at maturity
- There is a transfer/rollover fee of \$25.00

Coverdell Education Savings Term Share Certificate Account

(APR/APY)* (Term)

- Dividends are compounded monthly
- Dividends are credited monthly
- The dividend period is the account's term
- The minimum opening deposit is \$500.00
- The rate provided is a fixed rate for the term stated
- Additional deposits are allowed only at maturity
- Early withdrawals are allowed but are subject to the early withdrawal penalties stated below
- Certificates will automatically renew at maturity
- There is a transfer/rollover fee of \$25.00

"Special" Term Share Certificate Account (Non-tiered)

(APR/APY)* (Term)

(Minimum Opening Deposit)

- Dividends are compounded monthly
- Dividends are credited monthly
- The dividend period is the account's term
- The rate provided is a fixed rate for the term stated
- Additional deposits are allowed only at maturity
- Early withdrawals are allowed but are subject to the early withdrawal penalties stated below
- Certificates will automatically renew at maturity

"Special" Term Share Certificate Account (Tiered)

(Dividend Rate/APY) (Minimum Required) TIER I

(Dividend Rate/APY) (Minimum Required) TIER II

(Dividend Rate/APY) (Minimum Required) TIER III

(Dividend Rate/APY) (Minimum Required) TIER IV

(Term) (Minimum Opening Deposit)

- Dividends are compounded monthly
- Dividends are credited monthly
- The dividend period is the account's term
- The rate provided is a fixed rate for the term stated
- Additional deposits are allowed only at maturity
- Early withdrawals are allowed but are subject to the early withdrawal penalties stated below
- Certificates will automatically renew at maturity

*APR = Annual Percentage Rate

*APY = Annual Percentage Yield

Except as specifically described, the following disclosures apply to all the accounts. All accounts described in this disclosure are term share certificate 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 all accounts, the Dividend Rate and Annual Percentage Yield are fixed and will be in effect for the initial term of the account. For tiered rate certificates, once a particular range is met, the Dividend Rate and Annual Percentage Yield for that balance range will apply to the full balance of the account. The Annual Percentage Yield is based on an assumption that dividends will remain on deposit until maturity. A withdrawal of dividends will reduce earnings.
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 account descriptions.
4. **Accrual of Dividends.** For all accounts, dividends will begin to accrue on non-cash deposits (e.g. checks) on the business day you make the deposit to your account.
5. **Dividends.** Credited to the Share Certificate may be withdrawn at any time without penalty.
6. **Balance Information.** The minimum balance requirements applicable to each account are set forth in the account descriptions. To open any account, you must deposit or already have on deposit at least the par value of one full share in a Regular Share Savings Account or a Kids Klub account. The par value amount is stated in the Fee Schedule. 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.
7. **Transaction Limitations.** For all accounts, after your account is opened you may make withdrawals subject to the early withdrawal penalties stated below.
8. **Maturity.** Your account will mature as stated on this 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. The amount of the early withdrawal penalty is based on the term of your account. The penalty schedule is as follows:

Terms of 12 months or less 90 days dividends
Terms greater than 12 months 180 days dividends

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 becomes disabled.

Renewal Policy. The renewal policy for your accounts is stated in the account descriptions. For all accounts, your account will automatically renew for another term upon maturity. You will not have a grace period after maturity to withdraw funds without being charged an early withdrawal penalty. To avoid a withdrawal penalty, all withdrawals must be made on the maturity date.

Non-transferable/Non-negotiable. Your account is non-transferable and non-negotiable.

Share Value/Membership Fee.

- Par value of one share is \$25 – Members 18 and older
- Par value of one share- \$5.00 – Members under 18
- Membership Fee is \$1.00

The rates appearing in this disclosure are accurate as of the Effective Date indicated. If you have any questions or require current rate and fee information on your accounts, please call the Credit Union.