



The following disclosures and terms apply to your accounts with the University Federal Credit Union (Credit Union). The Membership and Account Agreement, Fee Schedule and Deposit Rate Sheet also sets out terms of your accounts and are hereby incorporated by reference as if fully set forth herein.

SAVINGS, CHECKING, AND MONEY MARKET ACCOUNTS:

1. RATE INFORMATION. Please see our current Deposit Rate Sheet for current Annual Percentage Yield (APY) and any applicable tiers. The APY 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. The dividend rate, bonus dividends, and APY may change at any time as determined by our Board of Directors. You must provide and maintain minimum opening deposits and/or minimum daily balances in order to earn the APYs stated below, if so indicated.

2. COMPOUNDING AND CREDITING. The frequency with which dividends will be compounded and credited is set forth below. The "Month" or "Quarter" begins on the first calendar day of the month or quarter and ends on the last calendar day of the month or quarter.

3. MINIMUM BALANCE REQUIREMENTS. The minimum balance requirements for each account type are set forth below. Minimum balance requirements may include a minimum opening deposit, the minimum balance that you must maintain in the account to avoid service fees, and the minimum balance that you must maintain each day to earn the stated APY for that account. The par value of a share in this credit union is disclosed on the Fee Schedule.

4. BALANCE COMPUTATION METHOD. Unless otherwise indicated, we use the *Daily Balance Method* to calculate dividends on your account. The *Daily Balance Method* applies a daily periodic rate to the balance in the account each day.

5. ACCRUAL OF DIVIDENDS. Dividends will begin to accrue on the day that you deposit cash/noncash items (e.g. checks) to your account. If you close your account before dividends are paid, you will receive the accrued dividends.

6. COURTESY PAY. Courtesy Pay may allow members who are in "good standing" to overdraw their personal checking account up to the amounts set forth by Credit Union policies. To be in "good standing" the following conditions must be met: (1) you bring your account to a positive balance at least once every 45 days; (2) you are current on all loans and obligations; (3) you have no past charge-offs that have not been fully recovered; (4) there are no tax levies, garnishments, or other legal action against your account; (5) you do not have a delinquent loan, a regular Savings account balance below the \$5.00 minimum, an unresolved deposited returned check, unpaid or uncollected Credit Union fees, a negative balance on an account with us; and (6) you have not caused a financial loss to the Credit Union, nor have been found to have violated our Member Conduct Policy.

The Courtesy Pay program is not available on the _____ or any non-checking accounts.

If you overdraw your account, we may, at our discretion, pay overdrafts up to the limit. You will be assessed either an NSF Fee or Courtesy Pay Fee, but not both. These fees will be included in the overdraft limits set forth above. **Courtesy Pay is a service that requires opt-in* on the member's part. It is not a loan.** You can set up alerts each time an overdraft occurs through on-line banking. If monthly Social Security payments are deposited into your checking account, and you do not want to utilize these funds, in conjunction with the Courtesy Pay program, in order to pay overdrafts, you must advise us of this in writing.

We may return debits (e.g., ACH payments) submitted for payment against the checking account if the amount of the debit exceeds the funds available in the checking account. Each time we return a debit for insufficient funds, we will assess an NSF fee in the amount shown on our current Fee Schedule for each returned debit item. The entity that submitted the debit may submit another debit to us even if we have already returned the prior debit for insufficient funds in the checking account and or money market share. If the resubmitted debit again exceeds the funds available in the checking account, we again will return the debit, resulting in an additional NSF fee. Thus, you may be charged multiple NSF fees in connection with a single debit that has been returned for insufficient funds multiple times.

7. VARIABLE RATE INFORMATION. If your rate is variable as indicated below, the rate is based on the Board of Director's discretion. We may change the rate at every dividend period. There are no limitations on the amount the rate can change.

Rate is: Variable
Dividends are Compounded: Daily
Dividends are Credited: Quarterly
Minimum Opening Deposit:
Minimum Balance to Avoid a Service Fee: N/A
Minimum Balance to Earn the Stated APY: \$100.00

Rate is: Variable
Dividends are Compounded: Daily
Dividends are Credited: Quarterly
Minimum Opening Deposit:
Minimum Balance to Avoid a Service Fee: N/A
Minimum Balance to Earn the Stated APY: \$5.00

Rate is: Variable and Tiered

Dividends are Compounded: Daily

Dividends are Credited: Monthly

Minimum Opening Deposit: \$2,500.00

Minimum Balance to Avoid a Service Fee: N/A

Minimum Balance to Earn the Stated APY: N/A

Bonus Dividend: Upon engaging in ten (10) or more checking transactions in a given month, existing account holders may receive bonus dividend rates paid on Money Market Accounts for that month. Bonus Dividends are compounded daily and credited monthly and are paid on balances up to \$10,000.00. Balances in excess of \$10,000.00 will earn dividends at the current available rate.

Rate is: N/A

Dividends are Compounded: N/A

Dividends are Credited: N/A

Minimum Opening Deposit: \$0.00

Minimum Balance to Avoid a Service Fee: N/A

Minimum Balance to Earn the Stated APY: N/A

Rate is: Variable

Dividends are Compounded: Daily

Dividends are Credited: Monthly

Minimum Opening Deposit: \$2,500.00 or in the alternative, aggregate balances of \$2,500.00 (Savings, Checking, Money Market, Certificates and IRA Accounts Combined)

Minimum Balance to Avoid a Service Fee: \$2,500.00 or in the alternative, aggregate balances of \$2,500.00 (Savings, Checking, Money Market, Certificates and IRA Accounts Combined)

Minimum Balance to Earn the Stated APY: \$1,000.00

Rate is: Variable

Dividends are Compounded: Daily

Dividends are Credited: Monthly

Minimum Opening Deposit: \$0.00

Minimum Balance to Avoid a Service Fee: N/A

Minimum Balance to Earn the Stated APY: N/A

Rate is: N/A

Dividends are Compounded: N/A

Dividends are Credited: N/A

Minimum Opening Deposit: \$0.00

Minimum Balance to Avoid a Service Fee: N/A

Minimum Balance to Earn the Stated APY: N/A

Rate is: Variable

Dividends are Compounded: Daily

Dividends are Credited: Monthly

Minimum Opening Deposit: \$100.00

Minimum Balance to Avoid a Service Fee: N/A

Minimum Balance to Earn the Stated APY: N/A

CERTIFICATE ACCOUNTS:

1. RATE INFORMATION. Please see our current Deposit Rate Sheet available at www.ufcu.org for current APY and any applicable tiers. The APY 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. If the dividend rate and APY are fixed, then they will remain in effect for the initial term of the account as indicated below. If the dividend rate and APY are variable, as indicated below, then the dividend and APY are based on the Credit Union's discretion as further described below. The rates for renewals shall be those rates in effect at the time of renewal. The APY stated is based on the assumption that dividends will remain on deposit until maturity; a withdrawal of dividends will reduce earnings.

2. COMPOUNDING AND CREDITING. The frequency with which dividends will be compounded and credited is set forth below.

3. MINIMUM BALANCE REQUIREMENTS. The minimum balance requirements for each account are set forth below. The par value of a share in this credit union is disclosed on the Fee Schedule.

4. BALANCE COMPUTATION METHOD. We use the *Daily Balance Method* to calculate dividends on your account. The *Daily Balance Method* applies a daily periodic rate to the balance in the account each day.

5. ACCRUAL OF DIVIDENDS. Dividends will begin to accrue on the day that you deposit noncash/cash items (e.g. checks) to your account. If you close your account before dividends are paid, you will receive the accrued dividends minus, if applicable, early withdrawal penalties.

6. MATURITY. Your account will mature according to the term indicated on your account summary or statement.

7. EARLY WITHDRAWAL; PENALTIES. We will impose a penalty if you withdraw funds in your certificate before the maturity date. The amount of the penalty is calculated based on the lesser of (a) all accrued dividends on the certificate; or (b) 25% of the dividends on the entire term. If you withdraw funds before the maturity date, you forfeit either all accrued dividends or 25% of what would have been earned if the certificate had been held to maturity. The APY disclosed for your certificate is based on an assumption that dividends will remain in the certificate until maturity; a withdrawal will reduce earnings. **Exceptions to Early Withdrawal Penalties**:** We may, at our option, pay the account before maturity without imposing an early withdrawal penalty under the following circumstances: (1) If an account owner dies or is determined to be legally incompetent by a court or other body of competent jurisdiction; or (2) if the account is an IRA and the owner attains the age of 59 1/2 or becomes disabled.

8. RENEWAL POLICY. Unless you instruct us otherwise, you hereby direct us to automatically renew your certificate(s) at maturity. You will have a grace period of 7 days after the applicable maturity date to withdraw the funds in the certificate without being charged an early withdrawal penalty. The dividend rate and APY for the renewed term will be set by the Credit Union. Automatic renewal feature does not apply to the following Certificate Account(s): _____, (if available) _____ (The Early Savers Certificate will not be renewed, once you attain the age of eighteen (18) ("Non-Renewable Certificates"). At maturity or once you attain the age of eighteen (18), funds will be placed into the associated savings share.

9. VARIABLE RATE INFORMATION. If your rate is variable as indicated below, the rate is based on the Board of Director's discretion. We may change the rate at every dividend period. There are no limitations on the amount the rate can change.

	Fixed Rate Certificate	Fixed Rate IRA Certificate	Step Up Certificate	Early Savers Certificate
Rate is:	Fixed	Fixed	Fixed	Variable
Dividends are Compounded:	Daily	Daily	Daily	Daily
Dividends are Credited:	Monthly	Monthly	Monthly	Monthly
Minimum Opening Deposit:	\$1,000.00	\$1,000.00	\$1,000.00	\$100.00
Additional Deposits:	Not Allowed	Not Allowed	At time of step-up	Anytime
Early Withdrawal Penalty** (See Section 7 above)	The amount of the penalty is calculated based on the lesser of (a) all accrued dividends on the certificate; or (b) 25% of the dividends on the entire term. If you withdraw funds before the maturity date, you forfeit either all accrued dividends or 25% of what would have been earned if the certificate had been held to maturity.			

*Courtesy Pay OPT-In for ACH, Checks, and Bill Pay is not required

**We do not charge members that are over the age of 59 1/2 an early withdrawal IRA CD penalties.