

# **TRUTH-IN-SAVINGS DISCLOSURE**

## **SHARE CERTIFICATES**

December 21, 2004

### **COMPOUNDING AND CREDITING**

Dividends shall begin to accrue when this Share Certificate is issued regardless of purchase method (cash or non-cash deposit). Dividends will be paid and compounded quarterly and will be available for withdrawal without penalty. (Note that the APY (Annual Percentage Yield) assumes that dividends earned will remain on deposit until maturity. A withdrawal prior to maturity will reduce earnings.)

### **BALANCE COMPUTATION METHOD**

Dividends shall be calculated by the Average Daily Balance Method which applies a periodic rate to the average daily balance in the account for the period. The average daily balance is calculated by adding the balance in the account for each day of the period and dividing that figure by the number of days in the period.

### **MINIMUM BALANCE REQUIREMENTS**

The minimum balance required to open this account is \$1,000 plus a \$5 par value share in your regular share account.

### **TRANSACTION LIMITATIONS**

Additional deposits to this Share Certificate prior to maturity are not allowed. A maximum of \$100,000 in Share Certificates per member is allowed.

### **EARLY WITHDRAWAL PENALTY AND GRACE PERIOD INFORMATION**

There is a ten (10) day grace period for withdrawals from this Share Certificate after it matures. If this Share Certificate is presented for payment on its maturity date or within ten (10) days thereafter, no penalty shall be imposed but no dividends shall be earned after the maturity date. If this Share Certificate is to be presented for payment before maturity or more than ten (10) days after maturity, sixty (60) days prior written notice must be furnished to the Credit Union. When such prepayment occurs, 90 days dividends on the amount withdrawn shall be forfeited. The balance of the funds represented by this Share Certificate shall remain on deposit under the certificate's original terms and conditions. If the forfeited dividends exceed the dividends due at the time of such prepayment, the difference shall be deducted from the principal amount. The penalties described above do not apply to withdrawals after the death of any owner of this certificate. Withdrawals on IRA Share Certificates may also be subject to a credit union penalty if made prior to age 59 ½.

### **RENEWAL INFORMATION**

If this Share Certificate is not presented for payment on its initial or any subsequent renewal maturity date, it will be automatically renewed, from its last maturity date, unless the Credit Union shall, prior to maturity, give written notice to the Owner(s) that it will not be renewed. The dividend rate to be paid upon renewal shall be determined by the Credit Union at or before maturity, and that information will be available upon maturity. On or after that date, you may call the Credit Union during regular business hours at (906) 774-6020 to find out the dividend rate and annual percentage yield (APY) that will apply to this Share Certificate if it is renewed.