



# Truth-In-Savings Disclosures and Additional Account Terms and Conditions (Special Rate Share Certificate)

Except as specifically described otherwise herein, the following Truth-in-Savings Disclosures and other terms, conditions and disclosures apply to the special rate share certificate accounts ("accounts") at SAFE Federal Credit Union ("Credit Union"). The fees and charges that apply to your accounts are set forth on the separate Fee Schedule, which may be amended from time to time.

As a condition of your membership at the Credit Union and to open an account here, you must deposit and maintain on deposit the par value of one (1) share in the amount of \$5.00 in a regular savings account. If your account falls below the minimum opening balance requirement, your account will be closed in accordance with the bylaws.

## SPECIAL RATE SHARE CERTIFICATE ACCOUNTS

The Credit Union may offer special rate promotions from time to time. Special rate promotions, when offered, will be available for a limited time only. Special rates, when available, will be stated on the Deposit Rate Schedule ("Rate Schedule"). Except as specifically described otherwise herein the following terms, conditions and disclosures apply to the special rate share certificate at SAFE Federal Credit Union.

**Dividend Rate Information.** The method by which dividends are paid, the dividend rate and the annual percentage yield are set forth in the Rate Schedule. The rates stated on the Rate Schedule at account opening will be paid until the first maturity date. The annual percentage yield is the 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 current rate information, please call SAFE Federal Credit Union at 803.469.8600. The annual percentage yield is based on an assumption that dividends will remain on deposit until maturity. Withdrawal of dividends will reduce earnings.

**Nature of Dividends.** Dividends are paid from current income and are dependent on available earnings after required transfers to reserves at the end of the dividend period. The dividend rate is determined by the SAFE Federal Credit Union's Board of Directors. SAFE Federal Credit Union reserves the right to change dividend rates at any time.

**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.

**Maturity Date.** The maturity date for each special rate certificate is stated on the share certificate.

**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.

**Dividend Compounding and Crediting.** Dividends will be compounded in each account as set forth in the Rate Schedule. Dividends for all share certificates are credited monthly. You may choose to have dividends paid to you or to another account or suffix rather than credited to this share certificate account. If you redeem your share certificate before dividends are credited, accrued dividends will be paid.

**Accrual of Dividends.** For all accounts, dividends begin to accrue on the business day you deposit cash or non-cash items (for example, checks) to your share certificate, regardless of the availability of funds.

**Minimum Balance Requirements.** The minimum deposit required to open and maintain each share certificate is stated in the Deposit Rate Schedule. You must maintain these minimum balances in your account each day to obtain the annual percentage yield applicable to your account.

**Transaction Limitations.** The maximum deposit for this special rate certificate is \$250,000. For all share certificates, you may not make deposits to the account prior to maturity. Deposits may be made during the ten (10) calendar day grace period after the date of maturity. You may make withdrawals of principal from your account before maturity. Principal withdrawn before

maturity is included in the amount subject to early withdrawal penalty. Withdrawal minimum is \$100.00, except at closing. You may withdraw credited dividends on or after the normal crediting dates.

**Early Withdrawal Penalties.** SAFE Federal Credit Union may impose a penalty if you withdraw any of the principal of your share certificate before the maturity date. 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 dividends have already been paid, the penalty will be deducted from the principal. The penalty is ninety (90) days dividends on the principal amount withdrawn.

In certain cases, when an account owner dies or is determined legally incompetent by a court or other body of competent jurisdiction, we may waive the early withdrawal penalty. However, in accordance with Federal Reserve Regulation D, withdrawals made within the first six (6) days of the establishment of all new share certificates are subject to a seven (7) day early withdrawal dividend penalty, even if such penalty invades the principal balance of the share certificate.

**Withdrawal of Dividends Before Maturity.** The annual percentage yield is based on an assumption that dividends will remain in the account until maturity. A withdrawal will reduce dividend earnings.

**Renewal Policy and Grace Period.** All share certificates will automatically renew at maturity. You may prevent renewal if you withdraw the funds in the account at maturity or we receive written notice from you within the grace period mentioned below. We can prevent renewal if we mail notice to you at least thirty (30) calendar days before maturity. If either you or we prevent renewal, dividends will not accrue after final maturity. Each renewal term will be a 12-month term, beginning on the maturity date. The dividend rate will be the same offered on a new 12-month term share account on the maturity date that has the same minimum balance (if any) and other features as the original term share account. You will have a grace period of ten (10) calendar days after maturity to withdraw the funds without an early withdrawal penalty charge.

**Notice of Maturity.** Notices are mailed at least thirty (30) days prior to maturity with the updated renewal term.

**Non-Transferable/Non-Negotiable.** Your account is non-transferable and non-negotiable. Funds in your account may not be pledged to secure any obligation of an owner, except obligations to SAFE Federal Credit Union.

**Deposit accounts are federally insured up to \$250,000 by the National Credit Union Administration, a U.S. Government Agency.**