Account Contract • Part 2
Certificate Rate Disclosure

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Rate Disclosure for Certificate Accounts

This Rate Disclosure sets forth current conditions and rates applicable to your certificate accounts at Credit Union 1. The Credit Union may offer other rates or amend the rates contained in this schedule from time to time. Each account holder agrees to the terms set forth on this Rate Disclosure and acknowledges that it is a part of the Deposit and Business Account Contracts.

Effective Date: **4/29/2016**	**Dividend Rate**	**Annual Percentage Yield**	**Minimum Required Balance**
1 Month Certificate ***(30 – 90 days)***			
$500.00 – $39,999.99 (I1)	0.05%	0.05%	$500.00
$40,000.00 – $99,999.99 (I1)	0.10%	0.10%	$40,000.00
$100,000 or more (I1)	0.15%	0.15%	$100,000.00
3 Month Certificate ***(91 – 181 days)***			
$500.00 – $39,999.99 (I3)	0.15%	0.15%	$500.00
$40,000.00 – $99,999.99 (I3)	0.20%	0.20%	$40,000.00
$100,000 or more (I3)	0.25%	0.25%	$100,000.00
6 Month Certificate ***(182 – 364 days)***			
$500.00 – $39,999.99 (I6)	0.25%	0.25%	$500.00
$40,000.00 – $99,999.99 (I6)	0.30%	0.30%	$40,000.00
$100,000 or more (I6)	0.35%	0.35%	$100,000.00
1 Year Certificate ***(365-546 days)***			
$500.00 – $39,999.99 (I12)	0.60%	0.60%	$500.00
$40,000.00 – $99,999.99 (I12)	0.65%	0.65%	$40,000.00
$100,000 or more (I12)	0.70%	0.70%	$100,000.00
1.5 Year Certificate ***(547 – 729 days)***			
$500.00 – $39,999.99 (I18)	0.95%	0.95%	$500.00
$40,000.00 – $99,999.99 (I18)	1.00%	1.00%	$40,000.00
$100,000 or more (I18)	1.05%	1.05%	$100,000.00
2 Year Certificate ***(730 – 911 days)***			
$500.00 – $39,999.99 (I24)	1.25%	1.26%	$500.00
$40,000.00 – $99,999.99 (I24)	1.30%	1.31%	$40,000.00
$100,000 or more (I24)	1.35%	1.36%	$100,000.00
2.5 Year Certificate ***(912 – 1094 days)***			
$500.00 – $39,999.99 (I30)	1.30%	1.31%	$500.00
$40,000.00 – $99,999.99 (I30)	1.35%	1.36%	$40,000.00
$100,000 or more (I30)	1.40%	1.41%	$100,000.00
3 Year Certificate ***(1095 – 1460 days)***			
$500.00 – $39,999.99 (I36)	1.60%	1.61%	$500.00
$40,000.00 – $99,999.99 (I36)	1.65%	1.66%	$40,000.00
$100,000 or more (I36)	1.70%	1.71%	$100,000.00
4 Year Certificate ***(1461 – 1825 days)***			
$500.00 – $39,999.99 (I48)	1.75%	1.76%	$500.00
$40,000.00 – $99,999.99 (I48)	1.80%	1.81%	$40,000.00
$100,000 or more (I48)	1.85%	1.86%	$100,000.00
5 Year Certificate ***(1826 days)***			
$500.00 – $39,999.99 (I60)	1.95%	1.96%	$500.00
$40,000.00 – $99,999.99 (I60)	2.00%	2.02%	$40,000.00
$100,000 or more (I60)	2.05%	2.07%	$100,000.00

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IRA Certificate			
1 year (365 – 729 days, I32/33/90/91)	0.65%	0.65%	$500.00
2 year (730 - 1094 days, I34/35/92/93)	1.30%	1.31%	
3 year (1095 – 1460 days, I31/37/94/95)	1.65%	1.66%	
4 year (1461 – 1825 days, I38/39/96/97)	1.80%	1.81%	
5 year (1826 days, I40/41/98/99)	2.00%	2.02%	

Truth-In-Savings Disclosures

Except as specifically described, the following disclosures apply to all accounts:

1. Rate Information

The dividend rate and annual percentage yield (APY) on your certificates are set forth above. The dividend rates and APYs are the prospective rates as of the effective date shown above. The dividend rate and APY are fixed and will be in effect for the term of the account. The APY is based on an assumption that dividends will remain on deposit until maturity. A withdrawal of dividends will reduce earnings.

2. Nature of Dividends

Dividends are paid from current income and available earnings after required transfers to reserves at the end of a dividend period.

3. Compounding and Crediting

For most certificates, the dividend period begins on the first calendar day of the quarter and ends on the last calendar day of the quarter. Dividends will be compounded and credited at the end of each calendar quarter and upon maturity. For I1 and I3 certificates, dividends will be paid upon maturity only.

4. Accrual of Dividends

Dividends will begin to accrue on the day you make the deposit to your account. If you close your certificate account before accrued dividends are credited, accrued dividends will not be paid.

5. Balance Information

The minimum balance required to open each account and earn the stated APY is set forth above. If you do not maintain the minimum balance, you will not earn the stated APY. Dividends are calculated by using the daily balance method, which applies a daily periodic rate to the balance in the account each day.

6. Certificate Account Features

a. Account Limitations.

After your certificate account is opened, you may not make additional deposits to a certificate account.

b. Maturity.

Your certificate account will mature on the maturity date set forth on your renewal notice.

c. Early Withdrawal Penalty.

We may impose a penalty if you withdraw any of the principal of your certificate account before the maturity date.

i. **Amount of Penalty.** The amount of the early withdrawal penalty is 60 days dividends calculated on the amount withdrawn for certificates with terms of 1 year or less, and 180 days dividends for certificates with terms of more than 1 year.

ii. **How the Penalty Works.** The penalty is calculated as a forfeiture of part of the dividends that has been or would be earned at the nominal dividend rate on the account. It applies whether or not the dividend has 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.

iii. **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:

- Within 10 days after maturity for certificates which have been automatically renewed
- For any reason which the law establishes as a valid condition for the waiver of a pre-payment penalty such as the member's death or total disability
- On the basis of any permissible early distribution of an IRA recognized by federal law
- As an incident of the liquidation of the Credit Union or
- After the failure of the Credit Union to pay a dividend within 10 days after the agreed date.
- IRAs may be revoked within 7 days of an account opening without paying the early withdrawal penalty applicable to other term accounts.

d. Renewal Policy.

Certificate accounts are automatically renewable accounts. Automatically renewable accounts will renew for another term upon maturity unless written notification is received prior to maturity. Upon maturity, the certificate will continue for the same term and at the dividend rate in effect on the maturity date.

e. Nontransferable/Nonnegotiable.

Your account is non-transferable and non-negotiable. The funds in your account may not be pledged to secure any obligation of an owner, except obligations with the Credit Union.