

## CERTIFICATE OF DEPOSIT (CD) DISCLOSURE

Rate calculation information, fees, and terms applicable to your certificate of deposit account are provided in this disclosure.

### 3, 6, 12, 24, 36, 48, 60 Month CDs:

Minimum Opening Deposit: \$1,000  
Dividends Compounded: Quarterly  
Dividends Credited: Quarterly  
Dividend Period: Quarterly

Additional Deposits: Not allowed  
Withdrawals: Allowed with penalty  
Renewal: Automatic (Default). Depositor may select an alternate renewal option.

### 12, 24, 36, 48, 60 Month IRA CDs:

Minimum Opening Deposit: \$10,000  
Dividends Credited: Annually  
Dividend Period: Term of Account  
Additional Deposits: Not allowed

Withdrawals: Allowed with penalty  
Renewal: Automatic (Default). Depositor may select an alternate renewal option.

**Rate Information:** The annual percentage yield (APY) reflects the total amount of dividends to be paid on an account, based on the annual percentage rate (APR) and the frequency of compounding for an annual period. The APY is based on an assumption that dividends will remain on deposit until maturity. A withdrawal of dividends will reduce earnings. The APR for each CD term is set by the Credit Union's Board of Directors and may change at any time. Rate changes will apply to new CD accounts and will apply to existing CD accounts at renewal.

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

**Dividend Compounding and Crediting:** The compounding and crediting of dividends applicable to each account is listed above by term and type.

**Dividend Calculation:** Dividends are 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.

**Accrual of Dividends:** Dividends will begin to accrue on the business day you make the deposit to your account.

**Transaction Limitations:** After the Certificate of Deposit is opened, the ability to make additional deposits and/or withdrawals is limited. The limitations on such transactions are set forth above for each CD term.

**Maturity:** Your account will mature as indicated in this Certificate of Deposit Disclosure or on your Account Receipt or Renewal Notice.

**Early Withdrawal Penalty:** We may impose a penalty if you withdraw any of the principal before the maturity date.

**Amount of Penalty:** The amount of the early withdrawal penalty is 90 days dividends for CDs with terms less than 12 months. For CDs with terms of 12 through 24 months the early withdrawal penalty is 180 days dividends. For CDs with terms greater than 24 months the early withdrawal penalty is 365 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 allow early withdrawals before maturity without imposing an early withdrawal penalty under the following circumstances:

- 1) When an account owner dies or is determined legally incompetent by a court or other body of legal jurisdiction.
- 2) Where the account is an Individual Retirement Account (IRA) and any portion is withdrawn within seven (7) days after establishment; or where the account is an IRA and the owner is required to take mandatory distributions per IRA rules.

**Renewal Policy:** The renewal policy for each CD term is indicated in this Certificate of Deposit Disclosure. You have a grace period of (7) days after maturity in which to withdraw funds in the account without being charged an early withdrawal penalty.

**Non-transferable/Non-negotiable:** 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.

## REGULAR MONEY MARKET DISCLOSURE

**Rate Information:** Please refer to the current Dividend Rate Sheet for the dividend rate and annual percentage yield for this account. The dividend rate for the account is determined by the Credit Union Board of Directors and may change every dividend period.

**Compounding and Crediting:** Dividends for your account will be compounded monthly and credited to your account monthly.

**Dividend Period:** The dividend period is monthly; for example, the beginning date of the first dividend period of the calendar year is January 1, and the ending date of such dividend period is January 31. All other dividend periods follow this same pattern of dates. If your account is closed before dividends are paid, you will not receive the accrued dividends.

**Minimum Balance:** You must have a basic Savings Account to open a Money Market Account. The minimum balance to open the Money Market Account is \$.00 and there is no minimum balance requirement to keep the account open.

**Dividend Calculation:** Dividends are 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.

**Accrual of dividends on non-cash deposits:** Dividends will begin to accrue on the business day you place non-cash (for example, checks) into your account.

**Transaction Limitations:** This account allows for unlimited deposits. This account allows for a total of 3 withdrawals (by counter check, cash, or transfer) per calendar month. No automatic withdrawals or transfers are allowed, including automatic loan payments and overdraft transfers. Withdrawals in excess of 3 per calendar month will be accessed a \$20.00 fee per additional withdrawal.

### **RATE RISE MONEY MARKET DISCLOSURE**

**Rate Information:** Please refer to the current Dividend Rate Sheet for the dividend rate and annual percentage yield for this account. The dividend rate for the account is determined by the Credit Union Board of Directors and may change every dividend period.

**Compounding and Crediting:** Dividends for your account will be compounded monthly and credited to your account monthly.

**Dividend Period:** The dividend period is monthly; for example, the beginning date of the first dividend period of the calendar year is January 1, and the ending date of such dividend period is January 31. All other dividend periods follow this same pattern of dates. If your account is closed before dividends are paid, you will not receive the accrued dividends.

**Minimum Balance:** You must have a basic Savings Account and an associated Checking Account to open a Rate Rise Money Market Account. The minimum deposit to open the Rate Rise Money Market Account is \$10,000 and there is a \$10,000 minimum balance requirement. There is a \$25.00 monthly fee if your balance drops below \$10,000.

**Dividend Calculation:** Dividends are 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.

**Accrual of dividends on non-cash deposits:** Dividends will begin to accrue on the business day you place non-cash (for example, checks) into your account.

**Transaction Limitations:** This account allows for unlimited deposits. This account allows for a total of 6 withdrawals (by counter check, cash, or transfer) per calendar month. Withdrawals in excess of 6 per calendar month will be accessed a \$20.00 fee per additional withdrawal.

**How it works:** This account can earn a higher interest rate than our Regular Money Market Account. The base rate is always the regular money market account rate. The base rate can bump higher based on the balance of the associated Checking Account. The Rate Rise Money Market rate increases as follows:

- If your associated Checking Account has a balance\* between \$5,000 and \$9,999, you'll earn an additional 0.15% APY\*\* on your Rate Rise Money Market Account.
- If your associated Checking Account has a balance\* between \$10,000 and \$14,999, you'll earn an additional 0.40% APY\*\* on your Rate Rise Money Market Account.
- If the balance in your associated Checking Account has a balance\* of \$15,000 or more, you'll earn an additional 1.15% APY\*\* on your Rate Rise Money Market Account.

**Extra account benefits:** The account includes free checks for the associated Checking Account and the associated Freedom Northwest VISA® Debit Card point of sale limit is increased to \$5,000.

\*The Checking Account balance is your average daily balance for the month. The average daily balance is calculated by adding together the balance for each day and dividing by the number of days in the month.

\*\*APY=Annual Percentage Yield. This additional rate is added to the regular Money Market rate. For example: 0.35% APY plus an additional 0.15% APY for a total of 0.50% APY. 0.35% APY plus an additional 0.40% APY for a total of 0.75% APY. 0.35% APY plus an additional 1.15% APY for a total of 1.50% APY.