

**Central Coast Federal Credit Union
Truth in Savings Account Disclosure**

Bylaw Requirements: You must complete payment of one share in your Prime Share account as a condition of admission to membership. The par value of a share is \$5.00.

Transaction Limitations: We reserve the right at any time to require not less than seven days and up to sixty days before each withdrawal. A member intending to make a withdrawal from an interest-bearing account other than a time deposit, or from any other savings account as defined under Regulation D, must give written notice of such intent.

Statutory Lien: If you are in default on a financial obligation to us, federal law gives us the right to apply the balance of shares and dividends in your account(s) at the time of default to satisfy that obligation. Once you are in default, we may exercise this right without further notice to you.

Minimum Balance to Open and to Maintain an Account: For Prime Share Savings the minimum balance to open an account is \$25.00. All members must maintain a Prime Share Savings account with a minimum balance of \$25.00 in order to remain an active member of the Credit Union.

For prime accountholders under the age of 18 the minimum balance to open and maintain an account is \$5.00.

Regular Share Draft checking and CSUMB Student Share Draft checking have a minimum opening balance of \$50.00, with no minimum balance requirement thereafter.

Money Market Share Draft checking has a minimum opening balance of \$2,500.00, with no minimum balance requirement thereafter.

Term Share Certificates have a minimum opening balance and minimum balance requirement of either \$1,000.00 or \$5,000.00, depending on the term of the certificate.

Monthly Service Fees: See separate disclosure for a full list of all applicable fees.

Early Withdrawal Penalties: Penalties are waived on death or total disability of the accountholder, medical emergency at the Credit Union's option, if the Credit Union is liquidated, or if we fail to pay a dividend ten days after it is due.

For Money Market Share Draft checking a maximum of three withdrawals or transfers, to another credit union account or third party, are allowed per month. If you exceed the transfer limits set above, your share will be subject to closure by the Credit Union. Withdrawals or transfers must be for \$100.00 or more.

Christmas Club Shares bear a maturity date, established by the Credit Union, on which final dividends are paid and all funds in the account are disbursed to the accountholder. Withdrawals prior to this date will result in loss of all dividends, paid or unpaid, since the opening or renewal date of the share. The

share must remain closed until the annual maturity date set by the Credit Union.

For Vacation Club shares, members may choose an annual maturity date on which final dividends are paid and all funds in the share are disbursed to the accountholder. Partial withdrawals of funds from this share or more than one withdrawal made prior to one year past the previous maturity date will result in the loss of all dividends, either paid or unpaid, since the date of the previous maturity date.

See separate IRA disclosure for IRS early withdrawal tax penalties. Penalties waived if account holder is 59-1/2 years or older and takes a distribution, or unless within 6 months of the closing of the IRA the account holder reopens the account.

For Term Share Certificates any early withdrawal on shares with terms of 90 days or less, members forfeit dividends that could have been earned on the amount withdrawn. For terms of less than one year but greater than 90 days, members forfeit 90 days dividends whether earned or not. For terms greater than one year, members forfeit 180 days dividends whether earned or not. Penalties may reduce the principal. The Annual Percentage Yield is based on the assumption that dividends will remain in the account until maturity. An early withdrawal will reduce earnings.

Dividend Tiers: For Prime Shares, Christmas Club and Vacation Club Shares the dividend tiers are \$100.01 to \$9,999.99 and \$10,000.00 and over.

For Sammie Saver and Surf Zone Shares, dividend tiers are \$5.00 to \$9,999.99 and \$10,000.00 and over.

For Money Market Share Draft checking, dividend tiers are \$2,500.00 to \$7,499.99, \$7,500.00 to \$9,999.99, \$10,000.00 to \$24,999.99 and \$25,000.00 and over.

Regular Share Draft and CSUMB Student Share Draft checking pay no dividends.

There are no tiers for Term Share Certificates.

Dividend Declaration: The dividend rates and annual percentage yields may change every dividend period. We may change the dividend rates as determined by the Credit Union Board of Directors.

For all share types with the exception of Term Share Certificates, the dividend period is quarterly, 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 March 31. All other periods follow this same pattern of dates. The dividend declaration date is the last day of the dividend period, which in the example above is March 31. Dividends are credited to your account on the declaration date. Dividends are compounded quarterly on the Prime Share, Sammie Savers Share, Surf Zone Share, Money Market Share Draft, and Christmas Club shares. Dividends are compounded monthly on the Vacation Club account. 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. Dividends will begin to accrue on the business day you deposit non-cash items (for example, checks) to your account. If you close your account before dividends are paid, you will not receive accrued dividends. You must maintain an average daily balance equal to or above the lowest amount listed in the above dividend tiers to obtain the disclosed Annual Percentage Yield. See separate disclosure for the Annual Percentage Yield applicable to your account. Dividends are paid from current income and available earnings, after the required transfers to reserves at the end of the dividend period.

For Term Share Certificates, dividends vary according to the Certificate Type. Dividends are earned from the date of deposit to the date of withdrawal. The stated annual percentage yield assumes that dividends remain in the account until maturity. See separate disclosure for dividend rate and Annual Percentage Yield offered within the 7 most recent calendar days.

Special Consideration for Sammie Saver Shares and Surf Zone Shares: Prime accountholders ages 0 to 12 are eligible to open Sammie Saver Shares. At age 13 the Sammie Saver Share automatically becomes a Surf Zone Share.

Primary accountholders ages 13 to 18 are eligible to open Surf Zone Shares, bearing a maturity date of the member's 18th birthday. Upon maturity, all funds in the Surf Zone Shares are transferred to the Prime Share Savings.

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