



Dividends: The Starter Certificate has a minimum balance requirement of \$50 and will earn dividends for each monthly dividend period at the dividend rate and Annual Percentage Yield (APY) specified. Dividends are a division and distribution of earnings among members, after all expenses have been paid and the required amount has been set aside for reserves. Payment of all dividends is dependent on the availability of earnings at the end of the period. Dividends are earned from day-of-deposit to day-of-withdrawal at the specified rate. Dividends are computed using the daily balance method by applying the daily periodic rate for the full amount in your account at the end of each day. Dividends are credited to the Certificate on the last calendar day of each month in which they are earned unless another dividend distribution option has been chosen. The APY assumes dividends remain in the account until maturity. Early withdrawals reduce earnings.

Deposits and Transfers/Withdrawals: Additional deposits are permitted at any time until maturity, up to the maximum of \$5,000. Partial withdrawals are permitted but subject to early withdrawal penalties listed below. Partial withdrawals of dividends earned during the term of the Certificate are permitted without penalty. If dividends are withdrawn during the term of the Certificate, the Annual Percentage Yield and earnings will be reduced. An early withdrawal penalty may result in the reduction of the principal balance of the Certificate if earned dividends have been withdrawn. If the Certificate Amount exceeds the maximum of \$5,000, the excess may be transferred to the Regular Savings.

Penalties for Early Withdrawal: A penalty may be imposed for early withdrawals. If the Certificate is redeemed prior to the maturity date the following penalty will apply: (a) If the term is 6 months or less – the lesser of dividends earned since issuance or renewal or 90 days dividends. (b) If the term is over 6 months to 60 months – the lesser of dividends earned since issuance or renewal or 180 days dividends. (c) If the term is greater than 60 months – the lesser of dividends earned since issuance or renewal or 1095 days dividends. (d) In the case of an early withdrawal that brings the remaining Certificate balance lower than the minimum balance requirement, the Certificate will be closed, and the above penalties will be imposed on the entire principal amount.

Penalty Exceptions: Penalties will not be applied due to any of the following: (a) Withdrawals of dividend payments only, (b) Withdrawals after the death of any owner of the Certificate, (c) If the Certificate is redeemed within 10 days of renewal, (d) Withdrawals made because of the voluntary or involuntary liquidation of the Credit Union.

Maturing Certificates: At least 30 days prior to each Certificate maturity, Apple FCU will provide a notice specifying the terms under which the Credit Union proposes to renew the Certificate. The Starter Certificate will be automatically renewed as specified in the Certificate maturity notice unless the owner notifies us by the maturity date or within the Grace Period not to renew the Starter Certificate by withdrawing the funds or transferring the funds to another account.

Grace Period: You have 10 calendar days after the maturity date to change the conditions under which the Certificate will be renewed. During this period, the balance in the Certificate will earn dividends at the current offering rate. If no changes are made within this period, your Certificate will be renewed for the term specified at the current dividend rate with a maximum amount of \$5,000.

Insurance: Certificate funds are included under insurance coverage by the National Credit Union Administration up to \$250,000 per individual.

Joint Ownership: If issued with a joint owner, a Certificate is jointly owned with full rights of survivorship, unless otherwise requested. The member and joint owner of this Certificate agree that this Certificate and accumulated dividends are subject to withdrawal or receipt by any of them, and payment to any one of them or the survivor shall be valid and discharge Apple FCU from any liability for such payment.

Transferability: Certificates are not transferable, are not negotiable, and may be pledged as collateral on a loan at Apple FCU only.

Change in Terms: Apple FCU reserves the right to discontinue or change the terms of Certificate offerings within 30 days prior notice; however, once issued, the terms of a Certificate may not be changed without the owners' consent.

Additional Terms: Only one Starter Certificate is permitted per membership. The Starter Certificate may be renewed automatically, unless Apple FCU provides notice to you as required by law that it will no longer offer the Starter Certificate.