

Fixed Rate Certificate of Deposit



Rate: The rate in effect on the date of purchase will remain constant, subject to these rules, for the term.

Minimum to Open Account: \$1,000.00 for certificate and IRA specials, \$500.00 for certificate non-specials, \$100.00 for IRA non-specials.

Balance Information: You may open this account in person or by mail by depositing and maintaining at least the minimum balance listed below. We use the daily balance method to calculate the dividends on your account from the date of deposit. This method applies a daily periodic rate to the principal balance in the account each day. Contributions of at least \$25 are allowed to IRA certificates not to exceed the annual contribution maximum. No other additional deposits are allowed to this certificate during its term.

Dividend Payment: Dividends on this certificate are calculated on a 365-day accounting period (366-day in leap years), accrue daily, and are credited and compounded at maturity for certificates of 6 months or less, and quarterly on the calendar quarters for certificates longer than 6 months. Dividends credited during the current term may be withdrawn at any time without Credit Union penalty. You may elect to have your dividends paid monthly to any other non-certificate account at the Credit Union, provided that such dividends are from a certificate with a minimum balance of at least \$5,000. APY (Annual Percentage Yield) assumes dividends remain on deposit until maturity. Any withdrawal of dividends prior to maturity will reduce the APY. State regulations prohibit payment of dividends in excess of available earnings. Any withdrawal from an IRA certificate, prior to age 59 ½, may be subject to a 10% penalty tax imposed by the Internal Revenue Service (see IRS regulations for exceptions).

Renewal: This certificate will be automatically renewed for the longest maturity term in the same maturity tier, at the then-current rate if not withdrawn at maturity as long as the minimum deposit requirement is met. (For example, a 4 month certificate is in the 3-6 month maturity tier and will renew into a 6 month term.) If this tier is not available, the certificate will be renewed at the next shorter tier, be it a variable or fixed rate. If the minimum deposit requirement is not met, the matured certificate will be transferred into the primary savings or an IRA savings for IRA certificates. A change in renewal term requires written notification in our office within 10 days of the maturity date. A 10- calendar day grace period will be provided to allow additional deposits. Withdrawals during the grace period can be made without penalty of principal. Dividends will not be paid on funds withdrawn during the 10 day grace period. A maturity notice will be mailed to you at least 20 days prior to your certificate's maturity date.

Withdrawal: Partial withdrawals are permitted on this certificate, provided that a minimum of \$1,000 remains on deposit. Any or all of the dividends credited within the current term may be withdrawn at any time with no Credit Union penalty; should all or part of the principal amount established at purchase be withdrawn prior to maturity, a premature surrender penalty may be imposed on the amount of principal withdrawn. If the withdrawal is from an IRA certificate and results in the closure of your IRA or if the withdrawal is a transfer of an IRA to another institution you may incur a processing fee.

Penalty: Any withdrawals from an IRA certificate, prior to age 59 ½, may be subject to a 10% penalty tax imposed by the Internal Revenue Service (see IRS regulations for exceptions), in addition to any early withdrawal penalties imposed by the Credit Union. For all certificates, in the event of any withdrawal of principal prior to maturity; and regardless of the age of the owner for IRAs:

A. The certificate owner must give up dividends on the principal funds withdrawn as follows:

Certificates shorter than 365 days – the number of days dividends equal to the number of days in the certificate term
365 days or greater – 365 days dividends

To the extent necessary to comply with these requirements, deductions from dividends or principal shall be made from the amount withdrawn.

B. No penalty is required in the case of withdrawal by a beneficiary after the death of the member.

C. The Credit Union's penalty is waived during normal distribution procedures from an IRA.

Rate Revision: Dividends paid on this certificate account and/or terms may be revised by giving notice to the certificate owner 30 days prior to the effective date of such change. All certificates affected shall mature on the last day before the effective date of said notice regardless of the time expired on such deposit. The prior rate shall be paid on the effective date. All monies remaining in the certificate after that date will then earn the latest stated rate under current rules.

NCUA Insurance Coverage: Deposits are insured up to \$250,000 per member by the National Credit Union Administration, a US Government Agency. IRA shares are insured separately from non-IRA shares, which have their own coverage.

The certificates issued by GreenState Credit Union are not transferable except on the books of GreenState Credit Union. Nothing contained herein shall supersede or limit the authority of GreenState Credit Union Board of Directors to act under the authority vested in them under the credit union federal and state regulations or the credit union bylaws.