



12 Month Lucky Savers Share Certificate

Truth-In-Savings Disclosure

Effective date: **October 1st, 2016**

Lucky Savers Share Certificate: Each Lucky Savers Certificate requires an initial deposit of \$25.00 and account holders may make additional deposits into that certificate throughout its term. The initial deposit and all subsequent deposits mature 12 months after the date that the initial deposit is made. Each account holder is limited to one Lucky Savers Certificate.

Dividend Rate: The dividend rate is **0.399%** with an Annual Percentage Yield (APY) of **0.40%**. Premiere Checking Members will receive a 0.10% rate increase.

Rate Information: The APY is a percentage rate that reflects the total amount of dividends to be paid on an account based on the rate and frequency of compounding for an annual period. For all accounts, the dividend rate and APY are fixed and will be in effect for the initial term of the accounts. For accounts subject to dividend compounding, the APY is based on an assumption that dividends will remain on deposit until maturity. Withdrawals will reduce earnings.

Compounding and Crediting: Dividends on the 12-Month Lucky Savers Certificate will be compounded and credited monthly.

Minimum Balance Requirements: The minimum balance requirement for the certificate is **\$25.00** and account holders must maintain a regular share account with a minimum balance of **\$5.00 for each member**.

Balance Computation Method: Dividends are calculated by the average daily balance method, which applies a daily periodic rate to the balance in the account for the dividend period. The average daily balance is calculated by adding the principal in the account for each day of the period and dividing that figure by the number of days in the period.

Accrual of Interest: Dividends will begin to accrue on non-cash deposits (e.g. checks) on the business day you make the deposit to your account.

Early Withdrawal & Penalty: During the term of the Lucky Savers Certificate, account holders will be allowed to make one withdrawal from the account, with a **\$25.00** penalty to be assessed at the time of withdrawal. If the early withdrawal reduces the principal below the minimum balance or a second withdrawal is performed in the 12-month term, the certificate will be closed. The credit union will deduct from the principal amount to cover the penalty. Once a Qualifying Certificate Account of an account holder has been closed, there will be a 3 month waiting period before that account holder can open a new Qualifying Certificate Account.

Exceptions to Early Withdrawal Penalties: At our option, we may pay the account before maturity without imposing an early withdrawal penalty when an account owner dies or is determined legally incompetent by a court or other body of competent jurisdiction.

Transaction Limitations: Additional deposits are allowed during the term of this certificate. For every \$25.00 increase in month over month balance, the certificate owner will earn one entry (up to 10 entries per month/30 entries per quarter) into the Savings Promotion Raffle. The Raffle begins on October 1, 2016 and ends September 30, 2017, however certificates will mature 12 months after account opening. The Official Rules can be found online at www.nycua.org or mycfcu.com and are also posted at every CFCU branch.

Renewal Policy: This account type will automatically renew at maturity if the balance in the Lucky Savers Certificate is greater than \$25.00. The certificate will renew as a 12-month Lucky Savers Certificate, with the (APY) being what is stated as our current 12 month rate. If the balance in the certificate is less than \$25.00 or if account holders choose not to renew the certificate, the funds will be transferred to the account holder's regular savings account at the credit union. You will receive a notice from the credit union **30 days** prior to your certificate's maturity. You will have a ten (10) day grace period after maturity to withdraw funds without being charged an early withdrawal penalty.

