

## TRUTH-IN-SAVINGS DISCLOSURE

- Rate Information.** The Annual Percentage Yield is a percentage rate that reflects the total amount of dividends to be paid on an account based on the dividend rate and frequency of compounding for an annual period. For current dividend rates and Annual Percentage Yield refer to the Rate Sheet. For variable accounts such as Share (Savings), Share Draft (Checking), and Money Market, the Dividend Rate and Annual Percentage Yield may change at any time as determined by the Board of Directors and could be as low as 0%. The Dividend Rate and Annual Percentage Yield are prospective rates and yields that the Credit Union anticipates paying for the applicable dividend period. **Share (Savings), IRA and ESA Shares, and Money Market Account** are tiered rate accounts and may earn a different rate of dividend depending on the balance maintained in the account. If your daily balance is less than \$2,500.00 the first Dividend Rate and Annual Percentage Yield listed for this account in the Rate Schedule will apply. If your daily balance is from \$2,500.00 to \$24,999.99 the second Dividend Rate and Annual Percentage Yield listed for this account in the Rate Sheet will apply. If your daily balance is from \$25,000.00 to \$49,999.99 the third Dividend Rate and Annual Percentage Yield listed for this account listed in the Rate Sheet will apply. If your daily balance is from \$50,000 to \$99,999.99 the fourth Dividend Rate and Annual Percentage Yield listed for this account in the Rate Sheet will apply. If your daily balance is from \$100,000.00 to \$249,999.99 the fifth Dividend Rate and Annual Percentage Yield listed for this account in the Rate Sheet will apply. If your daily balance is \$250,000.00 or more the sixth Dividend Rate and Annual Percentage Yield listed for this account in the Rate Sheet will apply. Once a particular balance range is met, the Dividend Rate and Annual Percentage Yield for that balance will apply to the full balance of your account for the period the required daily balance is met. The minimum balance to earn dividends on Money Market account is \$2,500.00. **The Term Share Certificate<sup>1</sup>** is a tiered rate account. The Dividend Rate and Annual Percentage Yield are fixed for the term of the Term Share Certificate. If your account balance is between \$500 and \$49,999.99 the first Dividend Rate and Annual Percentage Yield listed for this account in the Rate Sheet will apply. If your account balance is between \$50,000.00 and \$89,999.99 the second Dividend Rate and Annual Percentage Yield listed for this account in the Rate Sheet will apply. If your account balance is \$90,000.00 or more the third Dividend Rate and Annual Percentage Yield listed for this account in the Rate Sheet will apply. Once a particular balance range is met, the Dividend Rate and Annual Percentage Yield for that balance will apply to the full balance of your account. The Annual Percentage Yield is based on an assumption that dividends will remain on deposit until maturity. A withdrawal of dividends prior to maturity will reduce earnings.
- Nature of Dividends.** Dividends are paid from current income and available earnings after required transfers to reserves, at the end of the dividend period.
- Dividends Compounding and Crediting.** The compounding and crediting of dividends applicable to each account is set in the table this disclosure. Dividend Period begins on the first calendar day of the Period but excludes the maturity date.
- Balance Information.** The minimum balance requirements applicable to each account are set forth in the table in this disclosure. For all accounts, 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 determined by adding the full amount of 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 Dividends.** For all accounts, dividends will begin to accrue on non-cash deposits (e.g. checks) on the business day you make the deposit to your account. For all accounts, if you close your account before accrued dividends are credited accrued dividends will not be paid.
- Account Transaction Limitations.** After your account is opened, your ability to make additional deposits to your account or withdrawals of dividends, and any limitations on such transactions, are set forth in this disclosure. For Savings Accounts and Money Market Accounts there is no limit on the number of withdrawals or transfers you may make in person, by mail, and at an ATM. You are permitted to make up to six (6) total restricted withdrawals or transfers per statement period (one month) to another account of yours or to a third party by means of pre-authorized or automatic transfer, online or mobile transfer, telephone order, pre-authorized third party payments to another account except PSFCU's loans. If you exceed these limitations, we may refuse or reverse a transfer that exceeds these limitations, may assess fees, suspend and/or close your account. Weekly contribution limits from \$10 to \$150 apply on Holiday and Vacation Club Accounts.
- Maturity.** Your Term Share Certificate Accounts will mature as indicated on your Account Receipt or Renewal Notice. If the maturity date falls on a day that is not a business day, the next business day becomes the maturity date. Your Club accounts have 50 week terms; your Vacation Club term ends on March 31 and your Holiday Club term ends on September 30. The full balance of the account will be automatically transferred to the savings account, designated by you at time of opening. Term periods for Goal Accounts are from a minimum of 3 months to a maximum of 60 months but not exceeding the Minor's 18th birthday.
- Early Withdrawal Penalty.** Partial withdrawals from a Term Share Certificate Account are not permitted. An early withdrawal of the entire Certificate amount is subject to early withdrawal penalty. IRS penalties may apply on withdrawals from IRA<sup>2</sup> certificates.
- Amount of Penalty.** For Term Share Certificate Accounts, the amount of the early withdrawal penalty is based on the term of your share certificate. The penalty schedule is as follows:
  - Term of 3 months – 30 days dividend
  - Term of 6 months to 18 months – 91 days dividend
  - Term of 24 months to 30 months – 181 days dividend
  - Term of 36 months to 72 months - 365 days dividend
 For IRA and ESA Term Share Certificate Accounts the penalty for early withdrawal is lesser of the accrued dividends or the specified term penalties, as indicated above.
- 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 Term Share Certificate Accounts. 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.<sup>3</sup>
- Exceptions to Early Withdrawal Penalties.** At Credit Union discretion, we may pay the account before maturity without imposing an early withdrawal penalty under the following circumstances: when an account owner dies or is determined legally incompetent by court or other body of competent jurisdiction. IRA<sup>2</sup> Term Share Certificate may be terminated, or a partial balance may be paid out without penalty if the IRA owner is age 72 and is required to take a distribution.
- Renewal Policy for Term Share Certificate Accounts.** Your account, including IRA/ESA Term Share Certificate, may automatically be renewed for another term upon maturity at your request. If your Term Share Certificate is set with automatic renewal, it will be renewed on the day of maturity with the same terms with the annual percentage yield and dividend rate effective on the maturity date. You have a grace period of 10 days after maturity in which to withdraw funds in the account without being charged an early withdrawal penalty. If the term share certificate will not renew automatically, the dividend rate will be paid after maturity.
- Renewal Policy for Holiday/Vacation Club Accounts.** Your account will be automatically renewed for another term. Holiday Club Account begins on October 15<sup>th</sup> and ends on September 30, and Vacation Club terms begins on April 15<sup>th</sup> and ends on March 31. Both Holiday and Vacation Club Accounts have a 14 days grace period, for Holiday Club from October 1 to October 14 and for Vacation Club from April 1 to April 14.
- Nontransferable/Nonnegotiable.** Your account is nontransferable and nonnegotiable. The funds in your account may not be pledged to secure any obligation of an owner, except obligations with the Polish and Slavic Federal Credit Union. IRA<sup>2</sup> Savings and IRA<sup>2</sup>/ESA Term Share Certificates cannot be pledged.
- Fees for Overdrafts.** Share draft accounts (Checking) will be charged Overdraft Privilege fee for handling each overdraft created by check, draft, ACH item, debit card Point-of-Sale, ATM withdrawal, preauthorized automatic debit, on us drafts presented in person, or other electronic item that is drawn on insufficient available account balance.<sup>4</sup> For current fees for services, please refer to separate Fee Schedule.

|                                 | SHARE SAVINGS | SHARE DRAFT CHECKING | MONEY MARKET | IRA/ESA  | CLUB ACCOUNT     | GOAL ACCOUNT     | TERM SHARE (INCLUDING IRA <sup>2</sup> /ESA) 3, 6, 9, 12, 18 MONTH  | TERM SHARE (INCLUDING IRA <sup>2</sup> /ESA) 24, 30, 36, 48, 60 & 72 MONTH                                  |
|---------------------------------|---------------|----------------------|--------------|----------|------------------|------------------|---|---|
| DIVIDENDS COMPOUNDED            | DAILY         | DAILY                | DAILY        | DAILY    | DAILY            | DAILY            | DAILY   | DAILY   |
| DIVIDENDS CREDITED              | MONTHLY       | MONTHLY              | MONTHLY      | MONTHLY  | MONTHLY          | MONTHLY          | MONTHLY   | QUARTERLY   |
| MINIMUM OPENING BALANCE         | \$10.00       | NONE                 | \$2,500.00   | \$250.00 | \$10.00          | \$5.00           | \$500.00  | \$500.00  |
| MINIMUM BALANCE TO EARN APY     | NONE          | \$1,500.00           | \$2,500.00   | NONE     | NONE             | NONE             | \$500.00  | \$500.00  |
| ACCOUNT TRANSACTION LIMITATIONS | YES           | NO                   | YES          | YES      | YES <sup>5</sup> | YES <sup>5</sup> | Only Dividend withdrawal allowed w/o penalty. <sup>3</sup> Additional deposits or contributions not allowed | Only Dividend withdrawal allowed w/o penalty. <sup>3</sup> Additional deposits or contributions not allowed |
| RENEWAL                         | N/A           | N/A                  | N/A          | N/A      | AUTOMATIC        | N/A              | TRANSFER TO SHARES OR AUTOMATIC   | TRANSFER TO SHARES OR AUTOMATIC   |

1) The number of available certificates per member and the maximum certificate dollar limit may apply during promotions. Please check applicable promotion details. 2) IRA includes Traditional, Roth, SEP and SIMPLE IRAs. 3) IRA Term Share Certificates are an exception from this rule. 4) You must opt-in to the Overdraft Privilege on ATM withdrawals and debit card transactions. Refer to the Membership and Account Agreement and Overdraft Coverage Options disclosure for details of the Credit Union's Overdraft Privilege options. 5) Weekly contribution limits apply to Club and Goal accounts. The maximum amount deposit for Club and Goal Account is \$7,500 "per term". Goal accounts are offered on minor accounts with terms ranging from 3-60 months not exceeding minor's maturity date.