



Security First Federal Credit Union
Truth-in-Savings Disclosure

Share Certificates and Individual Retirement Account Share Certificates

Except as specifically described, the following disclosures apply to all accounts. All accounts described in this Truth in Savings Disclosure are share accounts.

1. 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 all accounts, the Dividend Rate and Annual Percentage Yield may change at any time as determined by the Credit Union's Board of Directors. For accounts subject to dividend compounding, the Annual Percentage Yield is based on an assumption that dividends will remain on deposit until maturity. A withdrawal of dividends will reduce earnings.

2. Dividend Period. For each account, the dividend period is the account's term. The dividend period begins on the first day of the term and ends on the maturity date.

3. Compounding Frequency. Unless otherwise paid, dividends will be compounded every month.

4. Crediting Frequency. Dividends will be credited to your account every month. Alternatively, you may choose to have dividends paid to you or to another account every month rather than credited to this account.

7. Balance Information. The minimum balance requirements applicable to each account are set forth in the Rate Schedule. To open any account, you must deposit or already have on deposit at least the par value of one full share in any account. The par value amount is stated on the Rate Schedule. For all accounts using an Average Daily Balance method, dividends are calculated by applying 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 principal in the account for each day of the period and dividing that figure by the number of days in the period.

6. Accrual of Dividends. For all accounts dividends will begin to accrue on noncash deposits (e.g. checks) on the business day you made the deposit to your account. For all accounts, if you close your account before accrued dividends are credited; accrued dividends will not be paid.

7. Transaction Limitations. After your account is opened, your ability to make additional deposits to your account or withdrawal of dividends and any limitations on such transactions are set forth in the Rate Schedule.

8. Maturity. Your account will mature as indicated on your Account Receipt or Renewal Notice.

Early withdrawal penalty: We may impose a penalty if you withdraw any of the principal before the maturity date.

Amount of penalty: For all accounts, the amount of the early withdrawal penalty for your account is 50% of the dividends that would have been earned between the date of early withdrawal and the maturity date, or \$25.00, whichever is greater.

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 account. 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.

Exceptions to early withdrawal penalties: At our option, we may pay the account before the maturity without imposing an early withdrawal penalty under the following circumstances: (i) When an account owner dies or is determined legally incompetent by a court or other body of competent jurisdiction., (ii) where the account is an Individual Retirement Account (IRA) and any portion is paid within seven (7) days after establishment; or where the account is a Keogh Plan (Keogh) provided that the depositor forfeits an amount of at least equal to the simple dividends earned in the amount withdrawn; or where the account is an IRA or Keogh and the owner attains age 59 ½ or becomes disabled.

Renewal policy: The renewal policy for your account is indicated above. For all accounts, your account will automatically renew for another term upon maturity. For all accounts, you have a grace period of ten (10) days after maturity in which to withdraw funds in the account without being charged an early withdrawal penalty.

Non-Transferable/Non-Negotiable. Your account is non-transferable and non-negotiable. The funds in your account may not be pledged to secure any obligation of an owner, except obligations with the Credit Union.

Bylaw Requirements. The shareholdings of a member who fails to complete payment of one share within (6) months of his or her admission to membership or of member, who reduces his or her share balance below \$5.00 and does not increase the balance to at least \$5.00 within six (6) months of reduction may be terminated from membership.

National Credit Union Share Insurance Fund. Member accounts in this credit union are federally insured by the National Credit Union Share Insurance Fund.

Federally insured by NCUA

