



## CERTIFICATE ACCOUNT DISCLOSURE

SUBJECT TO CHANGE

**Rate Information:** Dividends are compounded daily and credited monthly. Dividends begin to accrue on the day you deposit. The annual percentage yield assumes that dividends remain on deposit until maturity. A withdrawal of dividends will reduce earnings. If you close your account before dividends are credited, you will receive the accrued dividends.

**Minimum Balance Information:** You must deposit and maintain a minimum balance of \$500, unless otherwise indicated to be a minimum balance \$10,000 or \$100,000 in the Truth-in-Savings disclosure.

**Balance Computation Method:** We use the daily balance method to calculate dividends on certificate accounts. This method applies a daily periodic rate to the daily balance in the account for the period.

**Deposit Limitations:** You cannot make additional deposits to a certificate account during a term (other than credited dividends). **Note:** This limitation does not apply to Add-on certificates.

**Withdrawal Limitations:** Dividends accrued during a term can be withdrawn quarterly. Dividends accrued during one term that are not withdrawn during or immediately after that are added to principal for the renewal term. There is a ten (10) calendar day grace period after each renewal date during which withdrawals are permitted without a penalty.

**15 or 30 Month Bump-Up Certificate:** You may, at any time during the certificate term, elect a higher rate that will be the rate then prevailing for the Bump-Up Certificate at the time you exercise the bump-up rate option. You can bump-up to the higher rate only once during the term. All changes to your Account arising from your election to change the Initial Interest Rate must be made in writing. No other changes will be permitted. The new rate will be effective from the date NIHFCU receives notification of the election and will continue for the remainder of the certificate term. The original rate will continue if you never elect the bump-up option. **\*\*\*Note:** The 30-month IRA Bump-Up Certificate allows you to bump up to the higher rate twice during the term.

**15 month Add-on Certificate:** You may, at any time during the certificate term, add funds to your existing certificate. The rate for the added funds will be the same as the existing certificate's contracted rate.

**Early Withdrawals:** If we consent to a request for early withdrawal of your certificate, or any portion thereof, a penalty up to and amount equal to ninety (90) days earned dividends will be imposed upon certificates with an original maturity of twelve (12) months or less, a penalty up to one-hundred eighty (180) days earned dividends will be imposed upon those certificates with an original maturity of more than twelve (12) months.

**Exceptions to Early Withdrawal Penalties:** We may waive or reduce the early withdrawal penalty in certain circumstances, such as death or incompetence of an owner. Penalties imposed by the IRS still apply. Consult your tax advisor.

**Renewal Policy:** Certificate accounts automatically renew on the maturity date. Each renewal term will be the same as the original one, beginning on the maturity date (unless we notify you in writing, before the maturity date, of a different term for renewal). You must notify us in writing before or within the ten (10) calendar day grace period after the maturity date if you do not want your certificate account to automatically renew. The rate for each renewal term will be determined by the credit union on or just before the renewal date. On accounts with terms longer than one month, we will remind you in advance of the renewal and tell you when the rate will be known for the renewal period.

**Insurance:** Your savings are federally insured to at least \$250,000 and backed by the full faith and credit of the United States Government.

**Right of Survivorship:** Maryland law states: Upon the death of a party to the account, the funds will belong to the surviving party or parties.