

Share Savings Account Disclosure

Balance Computation Method

To calculate dividends, Keys Federal Credit Union uses the Daily Balance Method, in which a daily periodic rate is applied to the balance in the account each day.

Rate Information

As of the last declared dividend date, the Dividend Rate for this account is: _____%, which provides an Annual Percentage Yield of _____%. A daily balance of \$100.00 is required to earn dividends for members over the age of eighteen. For balances of 2,500.00 to 9,999.99, the dividend rate is _____% with an annual percentage yield of _____%. If the daily balance is \$10,000.00 to 49,999.99, the dividend rate is _____% with an annual percentage yield of _____%. If the daily balance is \$50,000.00 to 99,999.99, the dividend rate is _____% with an annual percentage yield of _____%. If the daily balance is \$100,000.00 or greater, the dividend rate is _____% with an annual percentage yield of _____%.

If dividends are transferred monthly to a different share account, the earnings will not compound according to standard compounding schedules, therefore, the annual percentage yield earned will not reflect the projected APY. Fees or other conditions could reduce the earnings on this account.

Variable Rate Account

The dividend rate and annual percentage yield may change on this account. The dividend rate is set by the Board of Directors of Keys Federal Credit Union, and/or its designees, and is determined by the competitive market average, with variances based on loan demand and/or credit union goals. For this account type, the dividend period is daily. For example, the beginning date of the first dividend period of the calendar year is 1 January 2003 and the ending date of the dividend period is 1 January 2003. All other dividend periods follow this same pattern. The dividend declaration date precedes beginning date of a dividend period, and for the example is 31 December 2002.

Nature of Dividends

Dividends are paid from current income and available earnings, after required transfers to reserves at the end of a dividend period.

Compounding and Crediting

Dividends are calculated by using the beginning balance of the account each day. Dividends are accrued daily, and credited to the account on the final calendar day of each month. Dividends are compounded monthly. A dividend is only calculated on an account with a positive balance.

Effect of Account Closure

All accrued dividends are posted to the account when the account is closed.

Transaction Limitation

This account is limited to six (6) automated transactions per month, including overdraft transfers, electronic transfers, and transactions defined as automated transfers under Federal Reserve Regulation D. This account is limited to three (3) in person withdrawals per month.

Minimum Balance Information

A minimum balance of \$50.00 is required to open this Savings account. A balance of \$250 is required to maintain this account to avoid a monthly fee. On days that the balance exceeds the required minimum of \$100, the annual percentage yield is paid on the entire balance greater than zero dollars.

Accrual of Dividends on Non-Cash Deposits

Dividends will begin to accrue no later than the next business day after you place (deposit) non-cash items (e.g. checks) in your account.

Fees

Please refer to the current Keys Federal Credit Union fee schedule

Keys Federal Credit Union-Terms and Conditions Agreement (Share Savings)

I/We authorize the credit union to honor my/our withdrawal and transfer requests, It is understood that:

1. If this account is holding the minimum membership share (par value) of the credit union, this amount will be secured in the account and will not be accessible for use.
2. If this account is used to maintain the minimum shares, it must remain open in order to maintain your membership and/or keep other services with Keys Federal Credit Union unless you opt to use another approved account to hold these funds.
3. Any objection respecting any item shown on a periodic statement of this account is waived unless it is made in writing to Keys Federal Credit Union before the end of 60 days after the statement is mailed.
4. This account is subject to the Keys Federal Credit Union's right to require advance notice of withdrawal, as provided in its bylaws.
5. This account is also subject to such other terms, conditions, and service charges that Keys Federal Credit Union may establish from time to time.
6. If this agreement is signed by more than one person, the persons signing the account enrollment form will be subject to the additional terms and conditions for joint owners listed on the Joint Account Holder Agreement.
7. A statement will be mailed annually, at the end of each calendar year.
8. If your account becomes involved in legal proceedings, your use of it may be restricted.
9. If we need to hire an attorney to represent us in any manner relating to your account, you agree to pay all attorney's fees and expenses incurred by us.
10. Terms and agreements are subject to change, with the federally required notification.
11. If you owe us any unpaid fees or past due loan payments, we have the right to pull funds from any of your accounts (except an IRA,) or any account you are joint on, to cover the outstanding amount due

This account is not transferable, *except* in the following ways:

- A change in ownership that is reflected in the records of Keys Federal Credit Union,
- A pledge as collateral for a loan,
- A transaction that occurs due to circumstances arising from death, incompetence, marriage, divorce, attachment, or otherwise by operation of law.

Members' accounts in the Credit Union are federally insured by the NCUA.

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