

## ACCOUNT DISCLOSURES

**Except as specifically described, the following disclosures apply to all of the accounts. All accounts described in this Truth-In-Savings Disclosure are share certificate 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 are fixed and will be in effect for the initial term of the account. 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. Dividend Compounding and Crediting.** The compounding and crediting frequency of dividends are stated in the Rate Schedule.

**4. 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 (1) full share in a Primary Share Savings account. The par value amount is \$5.00. Some accounts may have additional minimum and/or maximum opening deposit requirements. For all accounts, dividends are calculated by the Daily Balance method, which applies a periodic rate to the balance in the account each day.

**5. Accrual of Dividends.** For all accounts, dividends will begin to accrue on noncash deposits (e.g. checks) on the business day you make the deposit to your account.

**6. Transaction Limitations.** For all accounts, after your account is opened you may make withdrawals of the principal subject to the early withdrawal penalties stated below. Withdrawals of dividends credited to your account may be made without penalty. If your account balance falls below the minimum opening balance requirement, your account will be closed.

For Flexible 18-Month IRA Share Certificates, three (3) deposits may be made per quarter. No penalties will be imposed on the mandatory withdrawal of IRA funds (required minimum distribution) or upon the death of the owner. Dividends may be withdrawn without penalty. Withdrawals not falling into either of those categories will be limited to three (3) per calendar quarter. If more than three withdrawals occur, the account must be closed.

**7. Maturity.** Your account will mature as stated on this Truth-in-Savings Disclosure or on your Account Receipt or Renewal Notice.

**Early Withdrawal Penalty.** We may impose a penalty if you withdraw from your account before the maturity date.

**Amount of Penalty.** For all Certificate accounts, the amount of early withdrawal penalty is based on the term of your account. The penalty schedule is as follows:

Terms of 1 year or less      90 days dividends

Terms of more than 1 year      180 days dividends

**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 maturity without imposing an early withdrawal penalty under the following circumstances:

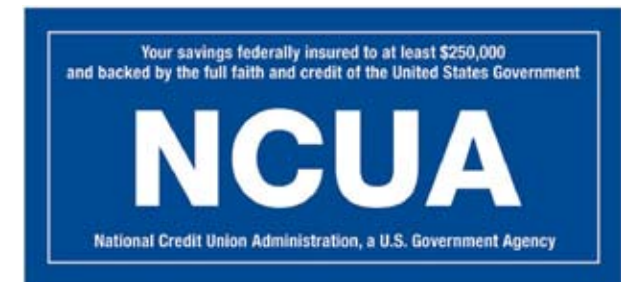
- (i) When an account owner dies.
- (ii) Where the account is an Individual Retirement Account (IRA) and the owner is receiving the required minimum distribution.

**Renewal Policy.** Your account may automatically renew for another term upon maturity. 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. If your account does not automatically renew, the balance in your share certificate will be transferred to your primary Share Savings account unless you direct us to do otherwise.

We may deny renewal of Student Share Certificates if the primary account is no longer a student up to and including age 24 enrolled in grades K – 12 or a post-secondary institution of higher education. If the primary account is no longer eligible for the Student Share Certificate, and the certificate balance is less than \$500, we will prevent renewal and transfer the balance into the Share Savings account at maturity. If the primary account owner is no longer eligible for the Student Share Certificate and the certificate balance is \$500.00 or greater, it will be converted to a regular Share Certificate upon maturity.

**Nontransferable/Nonnegotiable.** Your account is nontransferable and nonnegotiable.

The rates and fees appearing in this Schedule are accurate as of April 28, 2010. If you have any questions or require current rate and fee information on your accounts, please call the Credit Union.



### Keystone Federal Credit Union

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(610)-269-5151

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(484) 356-0400

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# SHARE CERTIFICATE TRUTH-IN-SAVINGS DISCLOSURE

The rates, fees and terms applicable to your account at the Credit Union are provided in this Truth-In-Savings Disclosure. The Credit Union may offer other rates for these accounts from time to time.

Effective Date:  
May 1, 2010

RATE SCHEDULE											
	Dividend Rate (%)	Annual Percentage Yield (APY)%	Terms	Minimum Opening Deposit	Maximum Opening Deposit	Dividends Compounded	Dividends Credited	Dividend Period	Additional Deposits	Withdrawals	Renewable
<b>Jumbo Share Certificate &amp; IRA* Accounts</b>											
12 Month			Fixed	\$25,000	None	Monthly	Monthly	Account's Term	Not Allowed	Allowed - See Transaction Limitations Section	Yes
18 Month			Fixed	\$25,000							
24 Month			Fixed	\$25,000							
30 Month			Fixed	\$25,000							
<b>Student Share Certificate Accounts</b>											
12 Month			Fixed	\$50	\$500 with an aggregate of no more than \$2,500 in Student Share Certificates	Monthly	Monthly	Account's Term	Not Allowed	Allowed - See Transaction Limitations Section	Yes - See Renewal Policy Section
18 Month			Fixed	\$50							
24 Month			Fixed	\$50							
30 Month			Fixed	\$50							
<b>Share Certificate &amp; IRA* Accounts</b>											
6 Month			Fixed	\$1,000	None	Monthly	Monthly	Account's Term	Not Allowed	Allowed - See Transaction Limitations Section	Yes
12 Month			Fixed	\$500							
18 Month			Fixed	\$500							
24 Month			Fixed	\$500							
30 Month			Fixed	\$500							
<b>Flexible IRA* Share Certificate Account</b>											
18 Month			Fixed	\$30,000	None	Monthly	Monthly	Account's Term	Three (3) Per Quarter	Allowed - See Transaction Limitations Section	Yes
<b>Special Share Certificate &amp; IRA Accounts</b>											
			Fixed			Monthly	Monthly	Account's Term		Allowed - See Transaction Limitations Section	

\*IRA stands for Individual Retirement Account. These Accounts include Traditional, Roth, SEP, and CESA IRA Accounts.

**SHARE CERTIFICATE RATES MAY CHANGE WEEKLY.**

**RATES ARE SUBJECT TO CHANGE WITHOUT NOTICE.**



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**Keystone Federal  
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