



FIRST SOURCE
FEDERAL CREDIT UNION
(315) 735-8571 ♦ www.fsource.org

IMPORTANT INFORMATION ABOUT YOUR ACCOUNT TERM SHARE CERTIFICATES

Your Dividend Rate and Annual Percentage Yield. For Term Share Certificate and IRA Term Share Certificate Accounts the Dividend Rate and Annual Percentage Yield are fixed and will remain in effect for the term of the account. 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. The Dividend Rate is determined at the time you open your Certificate. Please refer to the Rate Schedule or your Receipt for the current Dividend Rate and Annual Percentage Yield.

Compounding and Crediting. Dividends on your Certificate are compounded and credited monthly and at maturity. You may choose to have the dividends credited to your Certificate, credited to another account with us or mailed to you in the form of a check. The Annual Percentage Yield on your Certificate assumes dividends will remain on deposit until maturity. A withdrawal of dividends will reduce earnings.

Balance Information. The minimum balance to open a First Source Certificate is \$1,000.00. The minimum balance to open a First Source CU Succeed or Investeroo Certificate is \$500.00.

Accrual of Dividends. Dividends will begin to accrue, using the daily balance method, on cash and non-cash (i.e., check) deposits on the business day you make the deposit to your account at any branch office of the Credit Union. The daily balance method of calculating dividends applies a daily periodic rate to the full amount of principal in the account at the beginning of each day. The periodic rate is the Dividend Rate divided by 365 days.

Transaction Limits. You may not make additional deposits to your Certificate until maturity.

Maturity Date. A maturity date will be established when you open your Certificate. Please see your Receipt or Renewal Notice for the maturity date. If the maturity date of your Certificate is a Sunday or Federal holiday, we will pay you dividends on your Certificate at the previous rate until the first business day after the original maturity date, and that will be deemed to be the new maturity date. Please refer to your Receipt for the maturity date.

Maturity Notice (Renewal Notice). You will be notified in writing before the maturity date of your Certificate. We will mail a maturity notice at least 10 days prior to the maturity date. If you do not instruct us differently, we will automatically renew your Certificate at maturity by placing funds, plus any dividends not already paid to you, in a renewal Certificate of the same type and for the same term as your original deposit (or the closest available type and term), at the Dividend Rate and Annual Percentage Yield offered on the maturity date for Certificates of comparable terms and amounts. You may withdraw your funds from your Certificate without penalty within 10 calendar days after the maturity date, but no dividends will be paid during this period if you do withdraw your funds.

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

Terms of 3 months – 1 year. All accrued dividends; however penalty will not be less than seven (7) days' dividends nor greater than 30 days' dividends.

Terms of 2 years – 3 years. All accrued dividends; however penalty will not be less than seven (7) days' dividends nor greater than 90 days' dividends.

Terms of 4 years. All accrued dividends; however penalty will not be less than seven (7) days' dividends nor greater than 180 days' dividends.

Amount of Penalty. For Certificate Share accounts, the amount of the early withdrawal penalty is based on the term of your account.

The penalty is calculated as a forfeiture of part of the dividends that have been or would be earned on the account. The penalty will be waived upon the death of an owner of the funds on deposit or when the owner has been determined to be legally incompetent by a court. In addition, for IRA Certificates only, the penalty will be waived if there is a withdrawal after you are disabled or after you have reached age 59 ½, if your withdrawal is part of a normal, periodic distribution to you under your Individual Retirement Account.

Nontransferable/Nonnegotiable. Your account is nontransferable and nonnegotiable