

## THE SUMMIT FEDERAL CREDIT UNION'S SHARE CERTIFICATE RATE SCHEDULE AND AGREEMENT

The rates and terms applicable to your Summit Share Certificate account at The Summit Federal Credit Union are provided in this Rate Schedule and Agreement.  
The Summit Federal Credit Union may offer other rates for these accounts from time to time. Rates are subject to change without notice.

**Effective Date: January 20 through January 26, 2011**

Dividend Rate (%)		APY (%)	Terms	Minimum Opening Deposit	Dividends Compounded	Dividends Credited	Dividend Period	Additional Deposits	Withdrawals
<b>Share Certificate/IRA Share Certificate/ Youth Share Certificate Account</b>			Fixed	<b>\$500 minimum</b> for Share & IRA Share Certificate Accounts  <b>\$50 minimum</b> for Youth Share Certificate Accounts (Available to members) less than 18 years old)	Daily	Monthly	Calendar Month	Not Allowed	Allowed- With Penalty
90 days	0.399	0.400							
6 months	0.499	0.500							
12 months	0.698	0.700							
18 & 24 month	1.143	1.150							
30, 36 & 42 months	1.489	1.500							
Long Term 4-10 yrs	2.225	2.250							
<b>Jumbo Share Certificate Account</b>			Fixed	\$75,000.00	Daily	Monthly	Calendar Month	Not Allowed	Allowed- With Penalty
30 days	0.548	0.550							
60 days	0.598	0.600							
90 days	0.648	0.650							
120 days	0.698	0.700							
6 months	0.747	0.750							
9 months	0.896	0.900							
12 months	0.946	0.950							
18 & 24months	1.390	1.400							
30, 36, 42 months	1.735	1.750							

**Except as specifically described, the following disclosures apply to 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 term of the account. The Annual Percentage Yield and the Dividend Rate assume that dividends are added to principal; any withdrawal of dividends prior to maturity will reduce earnings.

**2. Dividends Compounding and Crediting.** For all accounts, dividends are calculated by the Daily Balance method which applies a daily periodic rate to the principal in the account each day. For IRA Share Certificate accounts, the option to withdrawal or transfer your monthly dividend is not permissible.

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

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

**5. 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 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.** The Credit Union will only consider not imposing the early withdrawal penalty in the following situations, but it will not be required to waive the early withdrawal penalty even in these situations except when required by law.

- (i) The Share certificate is an Individual Retirement Account (IRA) and either:
  - (a) The withdrawal is within the first six days after the account is first opened, provided that you will have to forfeit an amount equal to the simple interest earned on the amount withdrawn; or
  - (b) The owner attains age 70 1/2 and is withdrawing only his/her Required Mandatory Distribution.
- (ii) The owner of the share certificate dies or is determined to be legally incompetent by a court or other body of competent jurisdiction.
- (iii) Withdrawal is the result of voluntary or involuntary liquidation of the Credit Union.
- (iv) The share certificate is a Coverdell Savings account, the beneficiary reaches age 30 or has died, and the withdrawal is made more than six days after the certificate account was first opened and was most recently renewed.

**6. Renewal Policy.** If you request that the account not automatically renew, the certificate will mature and the funds will be deposited into your share account on the maturity date. For all accounts, you have a grace period of seven (7) days after maturity in which to withdraw funds in the account without being charged an early withdrawal penalty. Dividends will not be paid during the grace period if not renewed.

**7. Non-transferable/Non-negotiable.** Your account is nontransferable and nonnegotiable. The funds in your account may not be pledged to secure any obligation of an owner, except obligations with The Summit Federal Credit Union.