University Federal Credit Union
PO BOX 9350, Austin, Texas 78766-9350
(512) 467-8080 or (800) 252-8311

TRUTH-IN-SAVINGS DISCLOSURES

The following disclosures and terms apply to your accounts with the University Federal Credit Union (Credit Union). The Membership and Account Agreement, Fee Schedule and Deposit Rate Sheet also sets out terms of your accounts and are hereby incorporated by reference as if fully set forth herein.

SAVINGS, CHECKING, AND MONEY MARKET ACCOUNTS:

1. RATE INFORMATION. Please see our current Deposit Rate Sheet for current Annual Percentage Yield (APY) and any applicable tiers. The APY 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, bonus dividends, and APY may change at any time as determined by our Board of Directors. You must provide and maintain minimum opening deposits and/or minimum daily balances in order to earn the APYs stated below, if so indicated.

2. COMPOUNDING AND CREDITING. The frequency with which dividends will be compounded and credited is set forth below. The "Month" or "Quarter" begins on the first calendar day of the month or quarter and ends on the last calendar day of the month or quarter.

3. MINIMUM BALANCE REQUIREMENTS. The minimum balance requirements for each account type are set forth below. Minimum balance requirements may include a minimum opening deposit, the minimum balance that you must maintain in the account to avoid service fees, and the minimum balance that you must maintain each day to earn the stated APY for that account. The par value of a share in this credit union is disclosed on the Fee Schedule.

4. BALANCE COMPUTATION METHOD. Unless otherwise indicated, we use the *Daily Balance Method* to calculate dividends on your account. The *Daily Balance Method* applies a daily periodic rate to the balance in the account each day.

5. ACCRUAL OF DIVIDENDS. Dividends will begin to accrue on the day that you deposit cash/noncash items (e.g. checks) to your account. If you close your account before dividends are paid, you will receive the accrued dividends. **To qualify for dividends, you must provide your valid social security number.**

6. COURTESY PAY. Courtesy Pay may allow members who are in "good standing" to overdraw their personal checking account up to the amounts set forth by Credit Union policies. To be in "good standing" the following conditions must be met: (1) you bring your account to a positive balance at least once every 45 days; (2) you are current on all loans and obligations; (3) you have no past charge-offs that have not been fully recovered; (4) there are no tax levies, garnishments, or other legal action against your account; (5) you do not have a delinquent loan, a regular Savings account balance below the $1.00 minimum, an unresolved deposited returned check, unpaid or uncollected Credit Union fees, a negative balance on an account with us; and (6) you have not caused a financial loss to the Credit Union, nor have been found to have violated our Member Conduct Policy.

The Courtesy Pay program is not available on the Simply U or any non-checking accounts.

If you overdraw your account, we may, at our discretion, pay overdrafts up to the limit. You will be assessed Courtesy Pay Fee. The Courtesy Pay Fee will be included in the overdraw limits set forth above. **Courtesy Pay is a service that requires opt-in* on the member's part. It is not a loan.** You can set up alerts each time an overdraft occurs through on-line banking. If monthly Social Security payments are deposited into your checking account, and you do not want to utilize these funds, in conjunction with the Courtesy Pay program, in order to pay overdrafts, you must advise us of this in writing.

7. VARIABLE RATE INFORMATION. If your rate is variable as indicated below, the rate is based on the Board of Director's discretion. We may change the rate at every dividend period. There are no limitations on the amount the rate can change.

Regular and Special Savings

Rate is: Variable
Dividends are Compounded: Daily
Dividends are Credited: Quarterly
Minimum Opening Deposit: $1.00
Minimum Balance to Avoid a Service Fee: N/A
Minimum Balance to Earn the Stated APY: $100.00

Teen and Kidz Savings Acccount

Rate is: Variable
Dividends are Compounded: Daily
Dividends are Credited: Quarterly
Minimum Opening Deposit: $1.00
Minimum Balance to Avoid a Service Fee: N/A
Minimum Balance to Earn the Stated APY: $1.00

Money Market Account

Rate is: Variable and Tiered
Dividends are Compounded: Daily
Dividends are Credited: Monthly
Minimum Opening Deposit: $2,500.00
Minimum Balance to Avoid a Service Fee: N/A
Minimum Balance to Earn the Stated APY: N/A
Bonus Dividend: Upon engaging in ten (10) or more checking transactions in a given month, existing account holders may receive bonus dividend rates paid on Money Market Accounts for that month. Bonus Dividends are compounded daily and credited monthly and are paid on balances up to $10,000.00. Balances in excess of $10,000,00 will earn dividends at the current available rate.

Free Checking Account

Rate is: N/A
Dividends are Compounded: N/A
Dividends are Credited: N/A
Minimum Opening Deposit: $0.00
Minimum Balance to Avoid a Service Fee: N/A
Minimum Balance to Earn the Stated APY: N/A

Plus Checking Account

Rate is: Variable
Dividends are Compounded: Daily
Dividends are Credited: Monthly
Minimum Opening Deposit: $0.00 or in the alternative, aggregate balances of $0.00 (Savings, Checking, Money Market, Certificates and IRA Accounts Combined)
Avoid a Service Fee with ONE of the following:
1. $10,000.00 or more in combined balances at month-end (Savings, Checking, Money Market, Certificates, and IRA shares combined under one account number), OR
2. $4,000.00 in total qualifying electronic deposits each month (a qualifying electronic deposit is a deposit of funds that has been posted to your account and is made through the Automated Clearing House (ACH) network)

Minimum Balance to Earn the Stated APY: N/A
Bonus Dividend: Upon engaging in twenty (20) or more debit card or credit card purchases in a given month, existing account holders may receive bonus dividend rates paid on the Plus Checking for that month. Bonus Dividends are compounded daily and credited monthly and are paid on balances up to $10,000.00. Balances in excess of $10,000.00 will earn dividends at the current available rate.

Teen Checking Account

Rate is: Variable
Dividends are Compounded: Daily
Dividends are Credited: Monthly
Minimum Opening Deposit: $0.00
Minimum Balance to Avoid a Service Fee: N/A
Minimum Balance to Earn the Stated APY: N/A

Simply U

Rate is: N/A
Dividends are Compounded: N/A
Dividends are Credited: N/A
Minimum Opening Deposit: $0.00
Minimum Balance to Avoid a Service Fee: N/A
Minimum Balance to Earn the Stated APY: N/A

Variavble IRA Rate

Rate is: Variable
Dividends are Compounded: Daily
Dividends are Credited: Monthly
Minimum Opening Deposit: $100.00
Minimum Balance to Avoid a Service Fee: N/A
Minimum Balance to Earn the Stated APY: N/A

CERTIFICATE ACCOUNTS:

1. RATE INFORMATION. Please see our current Deposit Rate Sheet available at www.ufcu.org for current APY and any applicable tiers. The APY 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. If the dividend rate and APY are fixed, then they will remain in effect for the initial term of the account as indicated below. If the dividend rate and APY are variable, as indicated below, then the dividend and APY are based on the Credit Union's discretion as further described below. The rates for renewals shall be those rates in effect at the time of renewal. The APY stated is based on the assumption that dividends will remain on deposit until maturity; a withdrawal of dividends will reduce earnings.

2. COMPOUNDING AND CREDITING. The frequency with which dividends will be compounded and credited is set forth below.

3. MINIMUM BALANCE REQUIREMENTS. The minimum balance requirements for each account are set forth below. The par value of a share in this credit union is disclosed on the Fee Schedule.

4. BALANCE COMPUTATION METHOD. We use the *Daily Balance Method* to calculate dividends on your account. The *Daily Balance Method* applies a daily periodic rate to the balance in the account each day.

5. ACCRUAL OF DIVIDENDS. Dividends will begin to accrue on the day that you deposit noncash/cash items (e.g. checks) to your account. If you close your account before dividends are paid, you will receive the accrued dividends minus, if applicable, early withdrawal penalties. **To qualify for dividends, you must provide your valid social security number.**

6. MATURITY. Your account will mature according to the term indicated on your account summary or statement.

7. EARLY WITHDRAWAL; PENALTIES. We will impose a penalty if you withdraw funds in your certificate before the maturity date. The amount of the penalty is calculated based on the lesser of (a) all accrued dividends on the certificate; or (b) 25% of the dividends on the entire term. If you withdraw funds before the maturity date, you forfeit either all accrued dividends or 25% of what would have been earned if the certificate had been held to maturity. The APY disclosed for your certificate is based on an assumption that dividends will remain in the certificate until maturity; a withdrawal will reduce earnings. **Exceptions to Early Withdrawal Penalties**:** We may, at our option, pay the account before maturity without imposing an early withdrawal penalty under the following circumstances: (1) If an account owner dies or is determined to be legally incompetent by a court or other body of competent jurisdiction; or (2) if the account is an IRA and the owner attains the age of 59 1/2 or becomes disabled.

8. RENEWAL POLICY. Unless you instruct us otherwise , you hereby direct us to automatically renew your certificate(s) at maturity. You will have a grace period of 7 days after the applicable maturity date to withdraw the funds in the certificate without being charged an early withdrawal penalty. The dividend rate and APY for the renewed term will be set by the Credit Union. Automatic renewal feature does not apply to the following Certificate Account(s): 9 Month Promo Certificate, (if available) Early Savers Certificate The Early Saver Certificate will not be renewed, once you attain the age of eighteen (18) ("Non-Renewable Certificates"). At maturity or once you attain the age of eighteen (18), funds will be placed into the associated savings share.

9. VARIABLE RATE INFORMATION. If your rate is variable as indicated below, the rate is based on the Board of Director's discretion. We may change the rate at every dividend period. There are no limitations on the amount the rate can change.

	Fixed Rate Certificate	**Fixed Rate IRA Certificate**	**Step Up Certificate**	**Early Saver Certificate**
Rate is:	**Fixed**	**Fixed**	**Fixed**	**Variable**
Dividends are Compounded:	**Daily**	**Daily**	**Daily**	**Daily**
Dividends are Credited:	**Monthly**	**Monthly**	**Monthly**	**Monthly**
Minimum Opening Deposit:	**$1,000.00**	**$1,000.00**	**$1,000.00**	**$100.00**
Additional Deposits:	**Not Allowed**	**Not Allowed**	**At time of step-up**	**Anytime**
Early Withdrawal Penalty** (See Section 7 above)	The amount of the penalty is calculated based on the lesser of (a) all accrued dividends on the certificate; or (b) 25% of the dividends on the entire term. If you withdraw funds before the maturity date, you forfeit either all accrued dividends or 25% of what would have been earned if the certificate had been held to maturity.			

*Courtesy Pay Opt-In for ACH, Checks, and Bill Pay is not required

**We do not charge members that are over the age of 59 1/2 an early withdrawal IRA CD penalties.