

Simplified Employee Pension Savings Account (SEP) - Truth in Savings Disclosure

Minimum balance requirements:

There is no minimum monthly balance requirement

There is no monthly maintenance fee

The minimum required to open this account:

The minimum opening balance requirement is \$25.00

Dividends

You must maintain a minimum average daily balance of \$25.00 in your account to obtain the disclosed annual percentage yield.

Dividends are compounded and credited monthly to the account. Dividend rates and annual percentage yields may change at any time, as approved by the Credit Union Board of Directors. See the rate sheet for current rates.

Accrual of dividends on non-cash deposits – Dividends will begin to accrue on the first business day after the banking day you place non-cash items (for example, checks) to your account.

Dividend period – The dividend period is monthly, for example, the beginning date of the first dividend period of the calendar year is January 1, and the ending date of such dividend period is January 31. All other dividend periods follow this same pattern of dates. The dividend declaration date is the last day of the dividend period, and for the example above is January 31. If you close your account before dividends are paid, you will not receive the accrued dividends.

Average daily balance computation method – Dividends are calculated by the average daily balance method which applies a periodic rate to the average daily balance in the account for the period. The average daily balance is calculated by adding the balance in the account for each day of the period and dividing that figure by the number of days in the period. The period we use is the monthly statement cycle.

Transaction limitations:

You may not make any transfers or withdrawals including preauthorized, automatic transfers (including but not limited to transfers from savings for overdraft protection or for direct bill payments) and transfers and withdrawals initiated by telephone, facsimile, or computer and transfers made by check, debit card, or other similar order made by the depositor and payable to third parties.

We reserve the right to at any time require not less than seven day notice in writing before each withdrawal from an interest-bearing account other than a time deposit, or from any other savings account as defined by Regulation D.

Additional Fees:

If you wish to transfer funds out of Sky Federal Credit Union to another Institution there will be a \$25.00 transfer fee.