



Huntington Beach Credit Union's share certificate accounts let you deposit your money for a specified period of time.

#### ANNUAL PERCENTAGE YIELD (APY)

The Annual Percentage Yield is based on an assumption that dividends will remain on deposit until maturity. If you make a withdrawal from your account, your earnings will be reduced.

#### MATURITY

Your account will mature as reflected on the Request for Term Share Certificate and Disclosure Statement.

#### RATE INFORMATION (APR)

Our share certificate accounts are designated fixed rate accounts on the Request for Term Share Certificate and Disclosure Statement. You will be paid this rate and yield until maturity.

#### DIVIDEND COMPOUNDING AND CREDITING

Dividends will be compounded monthly and will be credited monthly and at maturity. For our share certificates accounts 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 is January 31. All other dividend periods follow this same pattern of dates.

#### MINIMUM BALANCE AND DEPOSIT REQUIREMENTS

The minimum deposit required for you to open a share certificate account is indicated on the Request for Term Share Certificate and Disclosure Statement. You must maintain the minimum daily balance to obtain the Annual Percentage Yield stated on the Request for Term Share Certificate and Disclosure Statement and to avoid closure.

#### RENEWAL OF ACCOUNT/GRACE PERIOD

Your account will not automatically renew at maturity and your funds will be transferred to your Regular Share Account.

#### ACCOUNT LIMITATIONS

You may not make withdrawals of principal from this account after opening. See Early Withdrawal Penalty. You may make withdrawals of credited dividends from your account at any time. You may make one (1) additional deposit into this account any time during the term of the certificate.

#### EARLY WITHDRAWAL PENALTY

We may impose a penalty if you withdraw principal from your share certificate account before the maturity.

date. The penalty shall be either forfeiture of all dividends earned or 90 days dividends, whichever is less. In addition, if a withdrawal reduces your balance below the minimum balance requirement, your account will be closed, and the remaining funds will be transferred to your Regular Share Account.

#### EXCEPTIONS TO PENALTIES

The penalties stated above will not apply if:

- 1.The withdrawal is made subsequent to the death of any owner of the share account or the share certificate account or is made pursuant to the Credit Union's bylaws.
- 2.The share certificate account is part of a pension plan which qualifies or is qualified to specific tax treatment under Section 401(d) or 408 of the Internal Revenue Code and withdrawal is made to effect distribution of the funds evidenced by such account following the participant's death or disability or upon attaining not less than 70 1/2 years of age, or
- 3.Such withdrawal is made as a result of the voluntary or involuntary liquidation of the Credit Union issuing the account.

