

Important Information about Certificates



Terms and Conditions Truth in Savings

IMPORTANT INFORMATION ABOUT CERTIFICATES

TRUTH IN SAVINGS DISCLOSURE

RENEWABLE CERTIFICATES

All certificate terms that we offer automatically renew at maturity.

Rate information - This is a fixed-rate account. You will be paid the disclosed rate until first maturity.

Compounding frequency - Unless otherwise paid, dividends will be compounded every month.

Crediting frequency - Dividends will be credited to your certificate every month. Alternatively, you may choose to have dividends paid to you or to another account every month rather than credited to this account.

Dividend period - For this account type, the dividend period is monthly.

Minimum balance requirements - The minimum balance required to open this certificate is \$1,000.00. You must maintain a minimum daily balance of \$1,000.00 in your account each day to obtain the disclosed annual percentage yield.

Daily balance computation method - Dividends are calculated by the daily balance method which applies a daily periodic rate to the balance in the account each day.

Accrual of dividends on noncash deposits - Dividends will begin to accrue on the business day you place noncash items (for example, checks) in your certificate.

Transaction limitations - After the certificate is opened, you may not make additions to the certificate until maturity.

We may impose a penalty if you withdraw any of the principal before maturity. You can only withdraw dividends credited in the term before maturity without penalty.

Early withdrawal penalties (a penalty may be imposed for withdrawals before maturity) - If certificate funds other than dividends are withdrawn before the maturity date, a penalty may be imposed. The amount upon which the penalty is calculated is the amount withdrawn unless the amount withdrawn reduces the balance below the minimum balance for this certificate. In that event, the amount upon which the penalty is calculated is the entire amount of the certificate. The penalty is as follows:

For terms of less than two years, the penalty we may impose will be the greatest of:

- seven days dividends,
- dividends that have been earned since the date of issuance or renewal, not to exceed 91 days, or
- \$50.00

The penalty may reduce the principal balance of the certificate.

For terms of two years or more, the penalty we may impose will be the greatest of:

- seven days dividends,
- dividends that have been earned since the date of issuance or renewal, not to exceed 180 days, or
- \$100.00

The penalty may reduce the principal balance of the certificate.

In certain circumstances such as the death or court-declared mental incompetence of an owner of this account, the law permits, or in some cases requires, the waiver of the early withdrawal penalty. Other exceptions may also apply, for example, if this is part of an IRA or other tax-deferred savings plan.

Withdrawal of dividends prior to maturity - The annual percentage yield is based on an assumption that dividends will remain in the certificate until maturity. A withdrawal will reduce earnings.

Renewable feature - This certificate will automatically renew at maturity and assume the same term and features of the original certificate. The dividend rate will be the rate we offer for that particular term at that time. You will have a grace period of ten calendar days after maturity to make a change to the certificate without being charged an early withdrawal penalty. You are allowed only one change at maturity or within the grace period. You may prevent renewal if you contact us prior to maturity or within the grace period.

1 YEAR SAVE TO WIN CERTIFICATE

Each Save to Win® Certificate requires an initial deposit of \$25.00 and account holders may make additional deposits into that certificate throughout its term. The initial deposit and all subsequent deposits mature 1-year after the date that the initial deposit is made. Each primary member is limited to one Save to Win® Certificate. All participants must be at least of sufficient age to enter into a binding contract (18 in most states) and a resident of a state in which the principal place of business of one or more participating credit unions is located. Other restrictions may apply.

Rate information - This is a fixed-rate account. You will be paid the disclosed rate until first maturity.

Compounding frequency - Unless otherwise paid, dividends will be compounded every month.

Crediting frequency - Dividends will be credited to your certificate every month. Alternatively, you may choose to have dividends paid to you or to another account every month rather than credited to this account.

Dividend period - For this account type, the dividend period is monthly.

Minimum balance requirements - The minimum balance required to open this certificate is \$25.00. You must maintain a minimum daily balance of \$25.00 in your account each day to obtain the disclosed annual percentage yield.

Daily balance computation method - Dividends are calculated by the daily balance method which applies a daily periodic rate to the balance in the account each day.

Accrual of dividends on noncash deposits - Dividends will begin to accrue on the business day you place noncash items (for example, checks) in your certificate.

Transaction limitations - Additional deposits are allowed during the term of this certificate. For every \$25.00 increase in month over month balance, the certificate owner will earn one entry (up to 10 entries per month/30 entries per quarter) into the savings raffle. The Official Rules can be found online at www.savetowin.org or provided upon request.

Early Withdrawal & Penalty - During the term of the Save to Win® Certificate, account holders will be allowed to make one withdrawal from the account. No partial withdrawals

are permitted. Any withdrawal must be a withdrawal of the entire account balance. The account will be closed upon withdrawal. A \$50.00 penalty will be assessed at the time of withdrawal.

In certain circumstances such as the death or court-declared mental incompetence of an owner of this account, the law permits, or in some cases requires, the waiver of the early withdrawal penalty.

Withdrawal of dividends prior to maturity - The annual percentage yield is based on an assumption that dividends will remain in the certificate until maturity. A withdrawal will reduce earnings.

Renewable feature - This certificate will automatically renew at maturity and assume the same term and features of the original certificate. The dividend rate will be the rate we offer for that particular Save to Win term at that time. You will have a grace period of ten calendar days after maturity to make a change to the certificate without being charged an early withdrawal penalty. You are allowed only one change at maturity or within the grace period. You may prevent renewal if you contact us prior to maturity or within the grace period.

ADDITIONAL CERTIFICATE FEATURES

- a) Funds in a certificate may be pledged as collateral for an LFCU loan. This does not apply to the 1-Year Save to Win Certificate.
- b) Joint accounts are established with full rights of survivorship.
- c) Member accounts in this credit union are federally insured by the National Credit Union Share Insurance Fund.
- d) For current terms, dividend rates, and annual percentage yields, refer to the rate sheet provided separately or visit www.libertyfcu.org.
- e) The information contained in this brochure is accurate as of 04/2023. For current rate information, contact us at (812) 477-9271 or 1-800-800-9271. We may change any term of this agreement by giving you reasonable notice in writing or by any other method permitted by law. Notice from us to any one of you is notice to all of you. You must keep us informed of your current address at all times.
- f) If you are in default on a financial obligation to us, federal law gives us the right to apply the balance of shares and dividends in your account(s) at the time of default to satisfy that obligation. Once you are in default, we may exercise this right without further notice to you.
- g) Early withdrawals and certain changes made to a certificate during the term require any certificate owner to provide the credit union with a signed authorization form.
- h) A certificate is non-negotiable and not transferable.
- i) You will receive a maturity notice from the credit union at least 30 days prior to your certificate's maturity.

INDIVIDUAL RETIREMENT, HEALTH SAVINGS, AND COVERDELL EDUCATION SAVINGS ACCOUNT CERTIFICATES

All certificate terms that we offer automatically renew at maturity.

202001374-010

Rate information - This is a fixed-rate account. You will be paid the disclosed rate until first maturity.

Compounding frequency - Unless otherwise paid, dividends will be compounded every month.

Crediting frequency - Dividends will be credited to your certificate every month.

Dividend period - For this account type, the dividend period is monthly.

Minimum balance requirements - The minimum balance required to open this certificate is \$1,000.00.

Daily balance computation method - Dividends are calculated by the daily balance method which applies a daily periodic rate to the balance in the account each day.

Accrual of dividends on noncash deposits - Dividends will begin to accrue on the business day you place noncash items (for example, checks) in your certificate.

Transaction limitations - After the certificate is opened, you may not make additions to the certificate until maturity. We may impose a penalty if you withdraw any of the principal before maturity.

Early withdrawal penalties (a penalty may be imposed for withdrawals before maturity) - The penalty is calculated on the amount withdrawn. The penalty is as follows:

For terms of less than two years, the penalty we may impose will be the greatest of:

- seven days dividends,
- dividends that have been earned since the date of issuance or renewal, not to exceed 91 days, or
- \$50.00

The penalty may reduce the principal balance of the certificate.

For terms of two years or more, the penalty we may impose will be the greatest of:

- seven days dividends,
- dividends that have been earned since the date of issuance or renewal, not to exceed 180 days, or
- \$100.00

The penalty may reduce the principal balance of the certificate.

In certain circumstances such as the death or court-declared mental incompetence of an owner of this certificate, the law permits, or in some cases requires, the waiver of the early withdrawal penalty.

Withdrawal of dividends prior to maturity - The annual percentage yield is based on an assumption that dividends will remain in the certificate until maturity. A withdrawal will reduce earnings.

Renewable feature - This certificate will automatically renew at maturity and assume the same term and features of the original certificate. The dividend rate will be the rate we offer for that particular term at that time. You will have a grace period of ten calendar days after maturity to make a change to the certificate without being charged an early withdrawal penalty. You are allowed only one change at maturity or within the grace period. You may prevent renewal if you contact us prior to maturity or within the grace period.

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ADDITIONAL IRA/HSA/CESA CERTIFICATE FEATURES

- a) Member accounts in this credit union are federally insured by the National Credit Union Share Insurance Fund.
- b) For current terms, dividend rates, and annual percentage yields, refer to the rate sheet provided separately or visit www.libertyfcu.org.
- c) The information contained in this brochure is accurate as of 04/2023. For current rate information, contact us at (812) 477-9271 or 1-800-800-9271. We may change any term of this agreement by giving you reasonable notice in writing or by any other method permitted by law. You must keep us informed of your current address at all times.
- d) IRAs/HSAs/CESAs must be set up in the name of the IRA/HSA/CESA owner only. HSAs may allow an authorized signer on the account. A CESA must have a responsible individual on the account.
- e) The credit union's IRA/HSA/CESA programs work as follows: All IRA/HSA/CESA contributions, including regular, transfers, rollovers, and direct rollovers, will be deposited into an IRA, HSA or CESA share account which will earn dividends at a variable rate. The IRA/HSA/CESA funds will remain on deposit in the share account until the owner or responsible individual requests they be invested in a term certificate. The funds may be divided between certificate terms.
- f) Certain changes made to an IRA/HSA/CESA certificate during the term requires the owner or responsible individual to provide the credit union with a signed authorization form.
- g) The credit union also requires the IRA owner or CESA responsible individual to sign a withdrawal form and provide a statement of the reason for the withdrawal.
- h) Any automated or mailed in IRA/HSA/CESA contribution assumes current tax year unless otherwise specified. This includes payroll deduction, ACH, ExpressLine, Online Banking, and employer contributions.
- i) A \$25.00 fee will be imposed when an IRA/HSA/CESA owner requests a direct transfer of funds to another financial institution or investment company from a share account or a certificate at maturity. This does not include direct transfers to Liberty Wealth Services or funds in an inherited IRA/HSA/CESA share account.
- j) You will receive a maturity notice from the credit union at least 30 days prior to your certificate's maturity.



www.libertyfcu.org

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