



CERTIFICATE DISCLOSURE

This Certificate Disclosure is effective between Michigan State University Federal Credit Union ("Credit Union") and you. Within this document, the words "we," "us," and "our" refer to the Credit Union. The words "you" and "your" refer to you as an MSUFCU or Oakland University Credit Union account owner. MSUFCU and Oakland University Credit Union are trade names of the Credit Union, as identified within the "Trade Names" section of your Membership and Account Agreement.

Within this disclosure, IRA is defined by the Internal Revenue Service (IRS) as "Individual Retirement Arrangement" and HSA is defined by the IRS as "Health Savings Account." This disclosure contains all of the following:

- Terms and conditions applicable to any Certificate you may have with us that is not associated with an IRA or HSA ("Certificate Terms and Conditions").
- Terms and conditions that apply to any Certificate you may have with us that is associated with an IRA or HSA ("IRA/HSA Certificate Terms and Conditions").
- Information about Federal Deposit Insurance provided by the National Credit Union Administration.
- Amendment terms and conditions that apply to all Certificates.

Certificate Terms and Conditions

- Annual percentage yield (APY) means a percentage rate reflecting the total amount of dividends paid on an account, based on the dividend rate and the frequency of compounding for a 365-day period. The APY assumes dividends remain in the account until maturity. Any withdrawals will reduce earnings and will result in a lower APY.
- Joint ownership is in accordance with the joint ownership agreement of record for the regular share (savings) account.
- The dividend rate and APY on your account are listed on the Current Dividends rate sheet. The dividends are valid through the date on the Current Dividends rate sheet. The dividend rate and APY will be declared and can be changed weekly by management based on the guidelines approved by our board of directors.
- Certificates may not be pledged, transferred, or assigned to any party other than us.

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 deposit noncash items (e.g. checks) to your account.

Compounding and Crediting

Dividends will be compounded and credited to your account monthly.

Dividend Period

For this account, the dividend period is monthly, and the dividend declaration date is the date that follows the end of a dividend period. For example, the first dividend period of the calendar year is January 1 through January 31, and the applicable dividend declaration date is February 1. All other dividend periods follow the same pattern of dates.

Minimum Balance Requirements

- All Certificates have a minimum balance of \$500, with the exception of the 1-Year Add-On Certificate, which has a minimum balance of \$50. When offered, Certificates opened with a term other than a 3-Month, 6-Month, 9-Month, 1-Year, 2-Year, 3-Year, 4-Year, or 5-Year term (Promotional Certificates) may require a higher minimum balance.

You must maintain the required minimum balance in your account every day to obtain the APY (See Current Dividends rate sheet). If the balance falls below the minimum balance, the Certificate will be closed and the funds will be transferred to a Spartan Saver or Grizzly Saver.

Transaction Limitations

- Additional deposits may be made to the 1-Year Add-On Certificate.
- Additional deposits may not be made to Certificates other than the 1-Year Add-On Certificate.
- Additional deposits to the 1-Year Add-On Certificate are allowed up to \$10,000 per member Social Security number (SSN), as it is reported to the Internal Revenue Service (IRS) per calendar year (not per Certificate). Additional deposits do not change the Certificate's maturity date or rate.
- If additional deposits to the 1-Year Add-On Certificate exceed the stated limitations, the funds in excess of the stated limitations will be withdrawn and deposited into the member's Spartan Saver or Grizzly Saver account.
- We reserve the right under our bylaws to require up to 60 days' notice for withdrawal from Certificates.

Renewal Policy

Unless you have provided alternate Certificate instructions, your Certificate will automatically renew at the rate current at that time for the same Certificate term. Promotional Certificates will renew at the nearest whole year term below the promotional term. You will have a grace period of seven days after renewal to withdraw the funds without being charged a penalty. Dividends will not be paid on the amount withdrawn during the seven-day grace period.

Escheatment

Certificates set to automatically renew are subject to dormancy periods set by the state of your last known residence. If a deposit or withdrawal has not been posted to your Certificate for the time frame set by the state of the last known address on file and we have not yet had any other contact with you, we will consider your Certificate abandoned. We will attempt to notify you prior to your Certificate being considered abandoned. We will report and escheat (i.e., disburse) to the applicable state the funds from an abandoned Certificate, less the escheatment charge stated in the Schedule of Service Charges, in accordance with applicable state law.

Early Withdrawal Penalty

A substantial penalty is imposed if any funds, other than the last dividends paid, are withdrawn from the Certificate prior to the maturity date. If the dividend is not sufficient to cover the penalty, the principal amount will be reduced to cover this amount. The penalties are as follows:

- A. Certificates of one year or less — A penalty equal to 90 days of dividends based on the amount withdrawn.
- B. Certificates of 13 months to five years — A penalty equal to 180 days of dividends based on the amount withdrawn.
- C. Certificates of more than five years — A penalty equal to 365 days of dividends based on the amount withdrawn.
- D. If an early withdrawal reduces the Certificate balance below the required minimum balance, the Certificate will be canceled and a penalty charged on the full balance using the appropriate method above.

If you close your account prior to payment of a dividend, you will receive any previously accrued dividends unless you are within the seven-day grace period. The above penalties will not be charged after death of an owner of a Certificate if the funds are being withdrawn to settle the estate.

IRA/HSA Terms and Conditions

- Annual percentage yield (APY) means a percentage rate reflecting the total amount of dividends paid on an account, based on the dividend rate and the frequency of monthly compounding for a 365-day period. The APY assumes dividends remain in the account until maturity. Any withdrawals will reduce earnings and will result in a lower APY.

- The dividend rate and APY on your account are listed on the Current Dividends rate sheet. The dividends are valid through the date on the Current Dividends rate sheet. The dividend rate and APY will be declared and can be changed weekly by management based on the guidelines approved by our board of directors.
- Certificates may not be pledged, transferred, or assigned to any party other than Michigan State University Federal Credit Union.

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 deposit noncash items (e.g. checks) to your account.

Compounding and Crediting

Dividends will be compounded and credited to your account monthly.

Dividend Period

For this account, the dividend period is monthly, and the dividend declaration date is the date that follows the end of the dividend period. For example, the first dividend period of the calendar year is January 1 through January 31, and the applicable dividend declaration date is February 1. All other dividend periods follow the same pattern of dates.

Minimum Balance Requirements

- All Certificates have a minimum balance of \$500, with the exception of the 1-Year Add-On IRA/HSA Certificate, which has a minimum balance of \$50. Promotional Certificates may require a higher minimum balance.
- You must maintain the required minimum balance in your account every day to obtain the annual percentage yield (APY) (See Current Dividends rate sheet). Any withdrawals, including those due to IRS Required Minimum Distributions (RMDs), resulting in a balance lower than the minimum are subject to changes to APY. If the balance falls below the minimum balance, the Certificate will be closed, and the funds will be transferred to an IRA or HSA Insured Money Management Account (IMMA).

Transaction Limitations

- Additional deposits may be made to the 1-Year Add-On IRA/HSA Certificate.
- Additional deposits may not be made to Certificates other than the 1-Year Add-On IRA/HSA Certificate.
- Additional deposits to the 1-Year Add-On IRA/HSA Certificate do not change the Certificate's maturity date or rate.
- We reserve the right under our bylaws to require up to 60 days' notice for withdrawal from Certificates.

Renewal Policy

Unless you have provided alternate Certificate instructions, your Certificate will automatically renew at the rate current at that time for the same Certificate term. Certificates opened with a promotional term will renew at the nearest whole year term below the promotional term. You will have a grace period of seven days after renewal to withdraw the funds without being charged a penalty. Dividends will not be paid on the amount withdrawn during the seven-day grace period.

Escheatment

Certificates set to automatically renew are subject to dormancy periods set by the state of your last known residence. If a deposit or withdrawal has not been posted to your Certificate for the time frame set by the state of the last known address on file and we have not yet had any other contact with you, we will consider your Certificate abandoned. We will attempt to notify you prior to your Certificate being considered abandoned. We will report and escheat (i.e., disburse) to the applicable state the funds from an abandoned Certificate, less the escheatment charge stated in the Schedule of Service Charges, in accordance with applicable state law.

Early Withdrawal Penalty

A substantial penalty is imposed if any funds, other than the last dividends paid, are withdrawn from the Certificate prior to the maturity date. If the dividend is not sufficient to cover the penalty, the principal amount will be reduced to cover this amount. The penalties are as follows:

- A. Certificates of one year or less — A penalty equal to 90 days of dividends based on the amount withdrawn.
- B. Certificates of 13 months to five years — A penalty equal to 180 days of dividends based on the amount withdrawn.

- C. Certificates of more than five years — A penalty equal to 365 days of dividends based on the amount withdrawn.
- D. If an early withdrawal reduces the Certificate below the required minimum balance, the Certificate will be canceled, and a penalty charged on the full balance using the appropriate method above.
- E. If you close your account prior to payment of a dividend, you will receive any previously accrued dividends unless you are within the seven-day grace period.

The above penalties do not apply if your withdrawal is made due to an IRS Required Minimum Distribution (RMD) or upon your death. Additional IRS penalties may apply for withdrawals above the IRS RMD.

Federal Deposit Insurance

Your account is insured by the National Credit Union Share Insurance Fund, which is administered by the National Credit Union Administration (NCUA), an agency of the United States Government. Accounts opened with any trade name of Michigan State University Federal Credit Union, such as those listed within the Trade Names section of your Membership and Account Agreement, are not separately insured and do not have additional insurance through that trade name.

IRAs are insured for an additional \$250,000 by the NCUA.

Amendment

We may change any terms in, or add new terms to, this Certificate Disclosure at any time without prior notice to you if the change or addition is favorable to you. We may make changes or additions that are adverse to you only if we provide you with notice required by law. You may close the account if you do not agree to the changes or additions we make. By keeping your account open and not closing your account after the effective date of any changes, you have accepted and agreed to all changes. Also, by keeping your account open and not closing your account after the effective date of any additions, you have accepted and agreed to all additions.