

ADDENDUM TO YOUR TRUTH IN SAVINGS DISCLOSURE AND ELECTRONIC FUND TRANSFER DISCLOSURE AND AGREEMENT

To open your account, complete the appropriate account application and return it to our Member Services Representative. Please read both sides of this Addendum completely and retain it with your personal records. All agreements and disclosures shall be construed in accordance with the provisions of the California Uniform Commercial Code (UCC). Share, share draft, and share certificate accounts are subject to the requirements below and such other terms and conditions as established by the Board of Directors and as contained in the account agreements. This Addendum is incorporated by this reference into and becomes a part of Fort Bragg Community Federal Credit Union's Truth in Savings Disclosure. This addendum becomes effective December 1, 2004. All other terms and conditions of your Truth in Savings Disclosure, as amended, remain in force.



The following language on "About Our IRA Share Accounts" has been added to the "About Our Share Accounts" section of your Truth in Savings Disclosure.

➔ About Our IRA Share Accounts

Our IRA Share Accounts include the Traditional IRA and the Roth IRA.

RATE INFORMATION

Our IRA Share Accounts are designated a variable rate account on the Rate Schedule. This rate and yield may change at any time at the Credit Union's discretion.

DIVIDEND COMPOUNDING AND CREDITING

Dividends will be compounded quarterly and will be credited quarterly. For the IRA Share Accounts the dividend period is quarterly. For example, the beginning date of the first dividend period of the calendar year is January 1 and the ending date is March 31. All other dividend periods follow this same pattern of dates. The dividend declaration date follows the ending date of a dividend period. The most recent dividend declaration date is reflected on the accompanying Rate Schedule.

MINIMUM BALANCE AND DEPOSIT REQUIREMENTS

The minimum deposit required for you to open your IRA Share Account is \$25. You must maintain the minimum balance of \$100 to obtain the Annual Percentage Yield stated on the Rate Schedule. You must maintain the minimum balance of \$25 to avoid closure and to avoid a service fee as stated on the accompanying Fee Schedule. An annual service fee will be assessed to your IRA Share Account as stated on the Fee Schedule.

INCORPORATION OF IRA AGREEMENT AND DISCLOSURES.

All other terms and disclosures for our Individual Retirement Accounts are contained in the Credit Union's Individual Retirement Account agreement and disclosure statement, which by this reference is incorporated into this account disclosure in its entirety. When you open your Individual Retirement Account, the Credit Union agreement and disclosure statement will be provided to you.

The following language on "About Our IRA Share Certificates" has been added to the "About Our Share Certificate Accounts" section of your Truth in Savings Disclosure.

➡ **About Our IRA Share Certificates**

Our IRA Share Certificates include the Traditional IRA and the Roth IRA

DIVIDEND COMPOUNDING AND CREDITING

Dividends will be compounded quarterly and will be credited quarterly and at maturity. For the IRA Share Certificates the dividend period is quarterly.

MINIMUM BALANCE AND DEPOSIT REQUIREMENTS

The minimum deposit required for you to open your IRA Share Certificate is \$1,000. You must maintain the minimum balance of \$1,000 to obtain the Annual Percentage Yield stated on the Rate Schedule and to avoid closure. An annual service fee will be assessed to your IRA Share Certificate as stated on the accompanying Fee Schedule.

RENEWAL OF ACCOUNT/GRACE PERIOD

Your account will automatically renew at maturity for same time period as original term at the prevailing rate unless you withdraw all of the funds in your account at maturity or within a grace period of 10 days after maturity.

ACCOUNT LIMITATIONS

You may not make deposits into or withdrawals from this account until the maturity date. See **Early Withdrawal Penalties**.

EARLY WITHDRAWAL PENALTY

We may impose a penalty if you withdraw principal from your account before the maturity date. The penalty imposed shall be one of the following:

- a) If the term of the account is one year or less, the member shall forfeit an amount equal to all dividends for 90 days on the amount withdrawn.
- b) If the term of the account is greater than one year, the member shall forfeit an amount equal to all dividends for 180 days on the amount withdrawn.

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 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 for 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 59 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.

INCORPORATION OF IRA AGREEMENT AND DISCLOSURES.

All other terms and disclosures for our Individual Retirement Accounts are contained in the Credit Union's Individual Retirement Account agreement and disclosure statement, which by this reference is incorporated into this account disclosure in its entirety. When you open your Individual Retirement Account, the Credit Union agreement and disclosure statement will be provided to you.