

# Disclosure for Marriott Employees' Federal Credit Union Share Certificates

## RATE INFORMATION

The annual percentage yield and dividend rate assume that dividends are to be added to the principal and remain in the account until maturity. Rates are fixed for the term of the share certificate. Any early withdrawal will reduce earnings.

Rates may change weekly. For current dividend rates and annual percentage yields for share certificate accounts, telephone MET, the Credit Union's 24-hour voice response system, at:

**(800) 788-8585**

The dividend rate and annual percentage yield applicable to your share certificate will be provided upon receipt of your application.

## NATURE OF DIVIDENDS

Dividends are paid from current income and available earnings, after required transfers to reserves at the end of the a dividend period.

**Accrual of Dividends:** Dividends will accrue from the date of deposit to the date of maturity.

**Balance Computation Method:** Dividends are calculated using the daily balance method which applies a daily periodic rate to the principal in the account each day.

## Compounding and Crediting of

**Dividends:** Dividends are compounded daily and credited to the account at the end of each quarter (March 31, June 30, September 30 and December 31), and at maturity. If the maturity date is a Saturday, Sunday or holiday, funds will be credited to your account on the following business day.

**Dividend Payment Options:** You may choose to have the dividends automatically transferred to a share account each quarter, or you may make individual requests for the funds as desired. However, if dividends are withdrawn prior to maturity, the stated annual percentage yield will not apply.

## MATURITY AND RENEWAL POLICIES

Your share certificate will mature on the date provided to you upon receipt of your application. Your share certificate account will automatically renew at maturity for the same term at the dividend rate then being offered for the same type and term of the share certificate unless you withdraw the funds at maturity. You will have a grace period of 10 business days after the maturity date to withdraw the funds in the account without being charged an early withdrawal penalty.

## MINIMUM BALANCE REQUIREMENTS

The minimum balance required to open a share certificate account with a maturity of six months or more is \$500. The minimum balance required to open a three-month Mini-Jumbo share certificate is \$25,000.

## EARLY WITHDRAWAL PENALTIES

In the case of early withdrawals of the principal amount of any portion thereof, a penalty will be imposed. We reserve the right to require 24 hours' notice of your intent to withdraw.

Penalties are assessed at the time of withdrawal and are calculated as follows:

- **3-month Mini-Jumbo certificate:** You will forfeit 90 days of dividends. Early withdrawal may result in a loss of a portion of the principal.
- **6-month certificate:** You will forfeit the lesser of 90 days or dividends on the amount withdrawn or the amount of dividends earned since the date of issuance.
- **12-month and longer certificate:** You will forfeit the lesser of 180 days of dividends on the amount withdrawn or the amount of dividends earned since the date of issuance.

No penalty will be imposed if the withdrawal is the result of liquidation of the Credit Union or upon the death of any owner.

## TRANSACTION LIMITATIONS

After a share certificate is established, you may not add funds to the account until the maturity date. The share certificate is non-redeemable during the first six days of issuance.

## FEES

There are no fees associated with the share certificates. There is a \$5.00 non-refundable membership fee to become a member of the credit union and there is a requirement that a minimum balance of \$5.00 (the par value of one share) be maintained in a primary savings account.

## BYLAW REQUIREMENTS

The par value of a share in this credit union is \$5.00.

## OTHER TERMS AND CONDITIONS

Changes in terms and conditions may be made to this disclosure upon 30 days' written notice to you. This share certificate is non-transferable, except on the books of this credit union.

## JOINT ACCOUNT (MULTIPLE PARTY) AGREEMENT

This account is governed by the laws of the State of Maryland. The Marriott Employees' Federal Credit Union ("MEFCU") is hereby authorized to recognize any of the signatures appearing on the application in payment of funds or the transaction of any business for this account. The joint owners of this account agree with each other and with MEFCU that all sums, now or in the future, paid on this account by any or all of the joint owners to their credit as joint owners with all additions and adjustments are and shall be owned by them jointly, and are subject to the withdrawal or receipt of any of them. Payments to any of them or the survivor(s) shall be valid and discharge MEFCU from any liability whatsoever. Unless contrary direction is given, upon the death of a party to the account the funds shall belong to the surviving party or parties. Any or all of said joint owners may pledge all or any part of the funds in the account as collateral security to a loan or loans. A joint owner may be removed from this account only at the express written authorization of that joint owner. The right or authority of MEFCU under this agreement shall not be changed or terminated by any of the owners except by written notice to MEFCU. Such written notice shall not affect any previous transactions.

***Federally insured by the NCUA***