

# Truth in Savings Disclosure

## Regulation DD

### Certificate of Deposit & Retirement Accounts

- 1 Year Certificate of Deposit
- 13 Month Certificate of Deposit
- 2 Year Certificate of Deposit
- 25 Month Certificate of Deposit
- 3 Year Certificate of Deposit
- 4 Year Certificate of Deposit
- 5 Year Certificate of Deposit

#### **Fixed Rate information**

Your interest rate, maturity date, and annual percentage yield are disclosed on your deposit. You will be paid until the maturity date on your certificate.

#### **Compounding and crediting**

Interest will be compounded quarterly and will be credited to the account quarterly. The annual percentage yield assumes interest will remain on deposit until maturity. A withdrawal will reduce earnings. If interest is credited to another account or paid to you by check, this may reduce earnings and may negate the effect of interest compounding.

#### **Minimum balance requirements**

You must deposit **\$1000.00** to open this account.

#### **Balance computation method**

We use the daily balance method to calculate the interest on your account. This method applies a daily periodic rate to the principal in the account each day.

#### **Accrual of interest on deposits**

Interest begins to accrue on the business day your deposit is credited for cash and noncash items (for example, checks).

#### **Transaction Limitations**

You may not make deposits into your account until the maturity date. You may make any withdrawal providing the account balance does not go below the principal balance.

#### **Early-Withdrawal Penalty**

Based on the term of your certificate, your early withdrawal penalty will be as follows:

- 1 year = one month of interest
- 13 months – 23 months = three months of interest
- 2 years and above = six months of interest

#### **Renewal Policy**

This account will automatically renew at maturity. There is no grace period following the maturity of this account to withdraw funds without an early withdrawal penalty. 13 month certificates will automatically renew for 1 year. 25 month certificates will automatically renew for 2 years.

- 91 Day Certificate of Deposit
- 182 Day Certificate of Deposit

#### **Fixed Rate information**

Your interest rate, maturity date, and annual percentage yield are disclosed on your deposit. You will be paid until the maturity date on your certificate.

### **Compounding and crediting**

Interest is not compounded on this account. Simple interest interest will be credited at maturity.

### **Minimum balance requirements**

You must deposit **\$1000.00** to open this account.

### **Balance computation method**

We use the daily balance method to calculate the interest on your account. This method applies a daily periodic rate to the principal in the account each day.

### **Accrual of interest on deposits**

Interest begins to accrue on the business day your deposit is credited for cash and noncash items (for example, checks).

### **Transaction Limitations**

You may not make deposits into your account until the maturity date. You may make any withdrawal providing the account balance does not go below the principal balance.

### **Early-Withdrawal Penalty**

Based on the term of your certificate, your early withdrawal penalty will be as follows:

91 day = all interest earned

182 day = one month of interest

### **Renewal Policy**

This account will automatically renew at maturity. There is no grace period following the maturity of this account to withdraw funds without an early withdrawal penalty.

## **3 Year Variable Rate Youth Certificate of Deposit**

### **Eligibility Requirements**

This account is only available to individuals under eighteen (18) years of age, and can only be opened as an IRREVOCABLE TRUST using the minor's social security number as account holder.

### **Variable Rate information**

Your interest rate, maturity date, and annual percentage yield are disclosed on your deposit. Your interest rate and annual percentage yield may change.

### **Determination of Rate**

The rate will be paid by First Federal on three (3) year certificates on the fifteenth (15<sup>th</sup>) of the month prior to quarter end (Mar., Jun., Sep., Dec.): for example, the three (3) year rate on March 15<sup>th</sup> will be paid for the period from April 1st through June 30<sup>th</sup>.

### **Frequency of Rate Changes**

We may change the interest rate on your account every quarter.

### **Limitations on Rate Change**

There are no maximum or minimum interest rate limits for this account.

### **Compounding and crediting**

Interest will be compounded quarterly and will be credited to the account quarterly. The annual percentage yield assumes interest will remain on deposit until maturity. A withdrawal will reduce earnings. If interest is credited to another account or paid to you by check, this may reduce earnings and may negate the effect of interest compounding.

### **Minimum balance requirements**

### **Balance computation method**

We use the daily balance method to calculate the interest on your account. This method applies a daily periodic rate to the principal in the account each day.

### **Accrual of interest on deposits**

Interest begins to accrue on the business day your deposit is credited for cash and noncash items (for example, checks).

### **Transaction Limitations**

Deposits may be made to this account in any amount at any time.

You may make any withdrawal providing the account balance does not go below the principal balance.

### **Early-Withdrawal Penalty**

Based on the term of your certificate, your early withdrawal penalty will be as follows:

3 year = six months of interest

### **Renewal Policy**

This account will automatically renew at maturity. There is no grace period following the maturity of this account to withdraw funds without an early withdrawal penalty.

## **1 Year Certificate of Deposit (Individual Retirement Account)**

## **2 Year Certificate of Deposit (Individual Retirement Account)**

## **3 Year Certificate of Deposit (Individual Retirement Account)**

## **5 Year Certificate of Deposit (Individual Retirement Account)**

### **Fixed Rate information**

Your interest rate, maturity date, and annual percentage yield are disclosed on your deposit. You will be paid until the maturity date on your certificate.

### **Compounding and crediting**

Interest will be compounded quarterly and will be credited to the account quarterly. The annual percentage yield assumes interest will remain on deposit until maturity. A withdrawal will reduce earnings. If interest is credited to another account or paid to you by check, this may reduce earnings and may negate the effect of interest compounding.

### **Minimum balance requirements**

You must deposit **\$250.00** to open this account.

### **Balance computation method**

We use the daily balance method to calculate the interest on your account. This method applies a daily periodic rate to the principal in the account each day.

### **Accrual of interest on deposits**

Interest begins to accrue on the business day your deposit is credited for cash and noncash items (for example, checks).

### **Transaction Limitations**

You may not make deposits into your account until the maturity date. You may make any withdrawal providing the account balance does not go below the principal balance.

### **Individual Retirement Account**

Individual Retirement Accounts (IRA's) are subject to limitations and/or penalties imposed by the Internal Revenue Service. Please see your IRA Agreement or your tax advisor for additional information.

### **Early-Withdrawal Penalty**

Based on the term of your certificate, your early withdrawal penalty will be as follows:

1 year = one month of interest

### **Renewal Policy**

This account will automatically renew at maturity. There is no grace period following the maturity of this account to withdraw funds without an early withdrawal penalty.

## **5 Year Variable Rate Certificate of Deposit (Individual Retirement Account)**

### **Variable Rate information**

Your interest rate, maturity date, and annual percentage yield are disclosed on your deposit. Your interest rate and annual percentage yield may change.

### **Determination of Rate**

The rate will be one percent (1%) above the rate paid by First Federal on six (6) months certificates prior to quarter end (Mar., Jun., Sep., Dec.): for example, the six month rate plus 1% on March 15<sup>th</sup> will be paid for the period from April 1st through June 30<sup>th</sup>.

### **Frequency of Rate Changes**

We may change the interest rate on your account every quarter.

### **Limitations on Rate Change**

There are no maximum or minimum interest rate limits for this account.

### **Compounding and crediting**

Interest will be compounded quarterly and will be credited to the account quarterly. The annual percentage yield assumes interest will remain on deposit until maturity. A withdrawal will reduce earnings. If interest is credited to another account or paid to you by check, this may reduce earnings and may negate the effect of interest compounding.

### **Minimum balance requirements**

You must deposit **\$250.00** to open this account.

### **Balance computation method**

We use the daily balance method to calculate the interest on your account. This method applies a daily periodic rate to the principal in the account each day.

### **Accrual of interest on deposits**

Interest begins to accrue on the business day your deposit is credited for cash and noncash items (for example, checks).

### **Transaction Limitations**

Deposits may be made to this account at any time. You may make any withdrawal providing the account balance does not go below the principal balance.

### **Individual Retirement Account**

Individual Retirement Accounts (IRA's) are subject to limitations and/or penalties imposed by the Internal Revenue Service. Please see your IRA Agreement or your tax advisor for additional informations.

### **Early-Withdrawal Penalty**

Based on the term of your certificate, your early withdrawal penalty will be as follows:

2 years and above = six months of interest

For those customers over 59 ½, the penalty will be waived.

### **Renewal Policy**

This account will automatically renew at maturity. There is no grace period following the maturity of this account to withdraw funds without an early withdrawal penalty.