

Date Opened: \_\_\_\_\_

Certificate Number: \_\_\_\_\_

**Term Share Certificate**

Account Number: \_\_\_\_\_

This Certificate

Evidences an Account in the

Original Amount of: \_\_\_\_\_ \$ \_\_\_\_\_

This Certificate is Issued to:

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

Issuer: Chessie Federal Credit Union  
141 Baltimore Street-P.O. Box 689  
Cumberland, Md 21502

Not Negotiable-Not Transferable-Additional terms are below.

By: \_\_\_\_\_

**Additional Terms and Disclosures**

**Definitions:** "We," "our," and "us" mean the issuer of this account and "you" and "your" mean the owner(s) of the term share account. "Account" means the original certificate as well as the account funds evidenced by the certificate.

**Transfer:** "Transfer" means any change in ownership, withdrawal rights, or survivorship rights, including (but not limited to) any pledge or assignment of this account as collateral. You may not transfer this account without our written consent.

**This Form:** The bottom part of this form (below the perforation) contains additional terms for your account. It is also the Truth-in-Savings disclosure for those members entitled to one. You should keep this bottom part if you deliver the top to us for payment or someone else for any other reason.

**Rate Information** – The dividend rate on your term share account is \_\_\_\_\_% with an annual percentage yield of \_\_\_\_\_%. You will be paid this rate until first maturity.

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

**Crediting frequency** – Dividends will be credited to your account 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 \_\_\_\_\_

**Minimum balance requirements:**

The minimum balance required to open this account is \$ 500.00

**Average daily balance computation method** – Dividends are calculated by the average daily balance method which applies a periodic rate to the average daily balance in the account for the period. The average daily balance is calculated by adding the balance in the account for each day of the period and dividing that figure by the number of days in the period. The period we use is the monthly statement cycle.

**Accrual of dividends on noncash deposits** – Dividends will begin to accrue on the first business day after the banking day you place noncash items (for example, checks) to your account.

**Transaction limitations:**

After the account is opened, you may not make additions into the account until the maturity date stated on the account.

You may make withdrawals of principal from your account before maturity only if we agree at the time you request the withdrawal. Principal withdraw before maturity is included in the amount subject to early withdrawal penalty.

You can only withdraw dividends before maturity if you make arrangements with us for periodic payments of dividends in lieu of crediting.

**Time requirements** – Your account will mature \_\_\_\_\_.

**Early withdrawal penalties:**

\*If we consent to a request for a withdrawal that is otherwise not permitted you may have to pay a penalty.

\*If your account has an original maturity of one year or less:  
The penalty will equal three months dividends on the amount withdrawn subject to penalty.

\*If your account has an original maturity of more than one year:

The penalty will equal six months dividends on the amount withdraw subject to penalty.

In certain circumstances such as the death or 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 account until maturity. A withdrawal will reduce earnings.

**Automatically renewable account** – This account will automatically renew at maturity. You may prevent renewal if you withdraw the funds in the account at maturity (or within the grace period mentioned below, if any) or we receive written notice from you within the grace period mentioned below, if any. We can prevent renewal if we mail notice to you at least 30 calendar days before maturity. If either you or we prevent renewal, your funds will be placed in a dividend-bearing account.

Each renewal term will be the same as the original term, beginning on the maturity date. The dividend rate will be the same we offer on new term share accounts on the maturity date which have the same term, minimum balance (if any) and other features as the original term share account. You will have a grace period of ten calendar days after maturity to withdraw the funds without being charged an early withdrawal penalty.

**Non-automatically renewable account** – This account will not automatically renew at maturity. If you do not renew the account, your funds will be placed in a dividend-bearing account.

**Bylaw requirements:**

You must complete payments of one share (\$5.00) in your Share Savings account as a condition of admission to membership.

**National Credit Union Share Insurance Fund** – Member accounts in this credit union are federally insured by the National Credit Union Share Insurance Fund.

**TIN:** \_\_\_\_\_

**Social Security or Employer's I.D. Number:** Under penalties of perjury I certify that the above number is my correct Taxpayer Identification Number.

X \_\_\_\_\_ Date \_\_\_\_\_

**Backup Withholding** – Under penalties of perjury I certify that I am a U.S. person (including a U.S. resident alien) and that I am not subject to backup withholding, either because I have not been notified that I am subject to backup withholding as a result of a failure to report all interest or dividends or the Internal Revenue Service has notified me that I am no longer subject to backup withholding.

X \_\_\_\_\_ Date \_\_\_\_\_

SIGNATURE: I AGREE TO THE TERMS STATED ON THIS PAGE

X \_\_\_\_\_

X \_\_\_\_\_

X \_\_\_\_\_