

TRUTH-IN-SAVINGS DISCLOSURE

SAVINGS ACCOUNT

Rate Information:

The dividend rate and annual percentage yield may change every quarter. We may change the dividend rate for your account as determined by the credit union board of directors.

Compounding and crediting - Dividends will be compounded every quarter. Dividends will be credited to your account every quarter.

Dividend period - For this account type, 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 of such dividend period 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, and for the example above is April 1.

If you close your share account before dividends are paid, you will not receive the accrued dividends.

Minimum balance requirements:

The minimum balance required to open this account is \$25.00.

You must maintain a minimum average daily balance of \$100.00 in your account to obtain the disclosed annual percentage yield.

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 calendar quarter.

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

Par value of a share:

The par value of a share in this account is \$25.00.

Please refer to our separate fee schedule for additional information about charges.

SAVINGS SAFARI CLUB ACCOUNT (Open to children ages 16 and under) (savings only)

Rate Information:

The dividend rate and annual percentage yield may change every quarter. We may change the dividend rate for your account as determined by the credit union board of directors.

Compounding and crediting - Dividends will be compounded every quarter. Dividends will be credited to your account every quarter.

Dividend period - For this account type, 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 of such dividend period 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, and for the example above is April 1.

If you close your account before dividends are paid, you will not receive the accrued dividends.

Minimum balance requirements:

The minimum balance required to open this account is \$5.00.

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 calendar quarter.

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

Par value of a share:

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

Please refer to our separate fee schedule for additional information about charges.

EASY MONEY ACCOUNT

Rate Information:

The dividend rate and annual percentage yield may change every quarter. We may change the dividend rate for your account as determined by the credit union board of directors.

Compounding and crediting - Dividends will be compounded every quarter. Dividends will be credited to your account every quarter.

Dividend period - For this account type, 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 of such dividend period is March 31. All other dividend periods follow this same pattern of dates. The dividend declaration date is the last day of the period, and for the example above is March 31.

If you close your account before dividends are paid, you will not receive the accrued dividends.

Minimum balance requirements:

There are no minimum balance requirements to open or maintain this share account.

You must maintain a minimum average daily balance of \$100.00 in the share account during a dividend period to earn dividends for that period. If you maintain an average daily balance of at least \$100.00, you earn dividends on the entire balance in this share account. Your average daily balance will be calculated as described below.

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 calendar quarter.

Accrual of dividends - Dividends will begin to accrue on the business day the roundup transfer is posted to the account.

Transaction limitations:

Deposits other than the daily "Easy Money" transfer and quarterly match are not permitted on this share account. ATM/Debit Card transactions are not permitted on this share account. ACH deposits and withdrawals are not permitted on this share account. Funds in the Easy Money share account can not be used as overdraft protection for any other share account.

Fees and charges:

Please refer to our separate fee schedule for additional information about charges.

Easy Money Debit Card Round-Up Savings Program:

1. When you enroll in the Easy Money Debit Card Round-Up Savings Program, TEXAR Federal Credit Union ("Credit Union") will round-up the amount of any debit card purchases associated with your checking account to the next whole dollar amount, and transfer the amount in excess of the purchase amount from your checking account to your Easy Money Share Account.
2. The Credit Union will aggregate the rounded up amounts from purchases that post to your checking account each business day and make a single transfer ("daily round-up transfer") at the end of the business day. If on a business day you do not have sufficient available funds in your checking account, or if any transaction has overdrawn your checking account, we do not round up purchases posted on that business day and we cancel the daily round-up transfer for that day.
3. If your debit card purchase is subsequently cancelled or reversed, such as a returned purchase, the corresponding daily round-up transfer will remain in the Easy Money Share Account. Credit transactions or adjustment transactions will not be rounded-up.
4. The Credit Union reserves the right to cancel or modify the Easy Money Debit Card Round-Up Savings Program at any time.

Easy Money Debit Card Match Program:

1. The Credit Union will match 50% of the daily round-up transfers that post to the Easy Money Share Account in the first 30 days after enrolling in the program.
2. After the first 30 day period, the Credit Union will match 5% of the daily round-up transfers that post to the Easy Money Share Account.
3. To receive the Credit Union Match ("CU match"), you must be enrolled in the Easy Money Debit Card Round-Up Savings Program and enrolled in E-Statements.
4. The CU match amount will be credited to the Easy Money Share Account at the end of each calendar quarter based on the accumulated round-up contributions for that calendar quarter or the balance in the account at the end of the calendar quarter, whichever is less.

5. The annual cap on the CU match amount is \$300.00.
6. The annual amount of the CU match will be reported to the IRS on Form 1099-MISC.
7. The Credit Union reserves the right to cancel or modify the Easy Money Debit Card Match Program at any time.
8. If you close your Easy Money Share Account before the CU match amount is posted to the share, you will not receive the CU match for that calendar quarter.

MONEY MARKET ACCOUNT

Rate Information:

The dividend rate and annual percentage yield may change every month. We may change the dividend rate for your account as determined by the credit union board of directors.

Compounding and crediting - Dividends will be compounded every month. Dividends will be credited to your account every month.

Dividend period - For this account type, the dividend period is monthly, for example, the beginning date of the first dividend period of the calendar year is January 1, and the ending date of such dividend period is January 31. All other dividend periods follow this same pattern of dates. The dividend declaration date follows the ending date of a dividend period, and for the example above is February 1.

Minimum balance requirements:

The minimum balance required to open this account is \$2,500.00.

You must maintain a minimum daily balance of \$2,500.00 in your account each day to obtain the disclosed annual percentage yield.

Daily 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 place noncash items (for example, checks) to your account.

Please refer to our separate fee schedule for additional information about charges.

TEXAR 1 CHECKING ACCOUNT (share draft)

Rate Information:

The dividend rate and annual percentage yield may change at any time, as determined by the credit union board of directors.

Compounding and crediting - Dividends will be compounded every month. Dividends will be credited to your account every month.

Dividend period - For this account type, the dividend period is monthly, for example, the beginning date of the first dividend period of the calendar year is January 1, and the ending date of such dividend period is January 31. All other dividend periods follow this same pattern of dates. The dividend declaration date follows the ending date of a dividend period, and for the example above is February 1.

If you close your account before dividends are paid, you will not receive the accrued dividends.

Minimum balance requirements:

The minimum balance required to open this account is \$50.00.

There is a monthly service fee associated with this account (See separate fee schedule). You can avoid the monthly service fee by either:

- Maintaining a minimum average daily balance of \$500.00 in your checking account. If, during any month, your average daily balance is below the required minimum, your account will be subject to a fee; **OR**
- Having an ACH deposited and 10 debit card withdrawals within the last 30 days (statement period), and signing up to receive TEXAR e-statements.

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 business day you place noncash items (for example, checks) to your account.

Transaction limitations:

No transaction limitations apply to this account unless otherwise stated in the Common Features section.

**NON-DIVIDEND CHECKING ACCOUNT
(For non-profit clubs and organizations)**

Minimum balance requirements:

The minimum balance required to open this account is \$50.00.

Transaction limitations:

No transaction limitations apply to this account unless otherwise stated in the Common Features section.

Please refer to our separate fee schedule for additional information about charges.

IRA ACCOUNT

**(Traditional, Roth, Coverdell Education Savings Account
Share Account)**

Rate Information:

The dividend rate and annual percentage yield may change every month. We may change the dividend rate for your account as determined by the credit union board of directors.

Compounding and crediting - Dividends will be compounded every month. Dividends will be credited to your account every month.

Dividend period - For this account type, the dividend period is monthly, for example, the beginning date of the first dividend period of the calendar year is January 1, and the ending date of such dividend period is January 31. All other dividend periods follow this same pattern of dates. The dividend declaration date follows the ending date of a dividend period, and for the example above is February 1.

If you close your share account before dividends are paid, you will not receive the accrued dividends.

Minimum balance requirements:

The minimum balance required to open this account is \$50.00.

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 business day you place noncash items (for example, checks) to your account.

Transaction limitations:

You may not make any withdrawals or transfers to another credit union account of yours or to a third party by means of a preauthorized or automatic transfer, telephonic order or instruction, or similar order to a third party.

IRA/SHARE CERTIFICATE

(6-, 12-, 18-, 24-, 36-, 48-MONTH)

Rate Information - You will be paid the rate until first maturity. Rates are provided separately

Compounding frequency - Dividends will be compounded monthly.

Crediting frequency - Dividends will be credited to your account every month. Alternatively, you may choose to have dividends paid to another account every month rather than credit to this account.

Dividend period - For this account type, the dividend period is monthly and upon maturity.

Minimum balance requirements:

The minimum balance required to open this account is \$1,000.00.

You must maintain a minimum daily balance of \$1,000.00 in your account each day to obtain the disclosed annual percentage yield.

Daily 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 place noncash items (for example, checks) to your account.

Transaction limitations:

You may make additions into your account at maturity or within the seven day grace period.

You may not make withdrawals of principal from your account before maturity. Principal withdrawn before maturity is considered a full redemption and is subject to early withdrawal penalty.

You can only withdraw dividends credited in the term before maturity of that term without penalty. You can withdraw dividends anytime during the term of crediting after they are credited to your account. This

dividend withdrawal limitation does not apply if you have made arrangements to have dividends paid to you or to another account in lieu of having them credited to this account.

Time requirements - Your account will mature _____.

Early withdrawal penalties (a penalty may be imposed for withdrawals before maturity) -

- If your account has a remaining maturity of one year or less:
The penalty we may impose will equal 90 days dividends.
- If your account has a remaining maturity of more than one year but not exceeding two years:
The penalty we may impose will equal 180 days dividends.
- For a remaining maturity exceeding two years:
The penalty we may impose will be the loss of dividends that would have accrued over 25% of the remaining term or 180 days, whichever is greater.

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. If you 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 seven calendar days after maturity to withdraw the funds without being charged an early withdrawal penalty.

COMMON FEATURES

Bylaw requirements:

You must complete payment of one share in your savings account as a condition of admission to membership.

Transaction limitation - We reserve the right to at any time require not less than seven days notice in writing before each withdrawal from an interest-bearing account other than a time deposit or demand deposit, or from any other savings account as defined by Regulation D. No member may withdraw shareholdings that are pledges as required on secured loans without written approval, except to the extent that such shares exceed the member's total primary and contingent liability to the Credit Union. No member may withdraw any shareholdings below the amount of his/her primary or contingent liability to the Credit Union if he/she is delinquent as a borrower, or if borrowers for whom he/she is a comaker, endorser, or guarantor are delinquent, without written approval.

Nature of dividends - Dividends are paid from current income and available earnings, after required transfers to reserves at the end of a dividend period. (This disclosure further explains the dividend feature of your non-term share account(s).)

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