

The Howland Enfield Federal Credit Union
Demand Deposit Rate Schedule
(Effective 09/01/2010)

ACCOUNT TYPE	Dividend Rate	Annual Percentage Yield	Required to Open Account	Required to earn the Advertised Annual Percentage Yield (APY)
Share Accounts	0.05%	0.05%	\$15.00	\$ 75.00
Share Draft Accounts	0.00%	0.00%	\$ 0.00	\$ 0.00
Club Accounts	0.05%	0.05%	\$ 0.00	\$ 75.00
IRA Club Accounts				
- Tier 1 (Under \$10,000.00)	0.242%	0.25%	\$25.00	\$ 75.00
- Tier 2 (Over \$10,000.00)	0.489%	0.50%	\$25.00	\$ 75.00
Money Market Club Accounts				
- Tier 1 (Under \$ 2,500.00)	0.000%	0.00%	\$25.00	\$2,500.00
- Tier 2 (Under \$10,000.00)	0.242%	0.25%	\$25.00	\$2,500.00
- Tier 3 (Under \$50,000.00)	0.489%	0.50%	\$25.00	\$2,500.00
- Tier 3 (Under \$50,000.00)	0.642%	0.65%	\$25.00	\$2,500.00

TRUTH - IN - SAVINGS DISCLOSURES

Except as specifically described, the following disclosures apply to all of the above accounts.

- 1. Rate Information.** The Dividend Rate and Annual Percentage Yield (**APY**) on your accounts as of the last dividend declaration date, are set forth above. The **Annual Percentage Yield** is a percentage rate that reflects the total amount of dividends to be paid on an account based on the dividend rate and frequency of compounding for a 365 - day period. The **Dividend Rate** and **Annual Percentage Yield** may change monthly for Regular Share Accounts, Draft Accounts, IRA Accounts and Club Accounts as determined by the Credit Union's Board of Directors. The **Dividend Rate** and **Annual Percentage Yield** for Money Market Accounts may change monthly as determined by the Credit Union's Board of Directors based on the Prime Rate as Published in the *Wall Street Journal*. To determine the annual percentage rate that will apply to your account, we deduct a margin from the value of the index and then round this figure to the nearest .25%. Ask us for the current index value, margin and annual percentage yield.
- 2. Nature of Dividends.** Dividends are paid from current income and available earnings after required transfers to reserves at the end of the dividend period.
- 3. Compounding and Crediting.** Dividends will be compounded and credited as set forth above. The Dividend Period for each account is set forth above. The Dividend Period begins on the first calendar day of each month and ends on the last calendar day of each month.
- 4. Accrual of Dividends.** Dividends will begin to accrue on both cash and non-cash deposits (checks) on the business day you make the deposit to your account.
- 5. Balance Information.** The minimum balance required to open each account and to earn dividends is set forth above. Dividends and minimum balance requirements are calculated by the *Average Daily Balance Method*, which adds the full amount of principal in the account each day of the period, then divides that figure by the number of the days in that period, and applies a periodic rate to the result. The dividend rate and corresponding **Annual Percentage Yield** earned on Regular Share Accounts and Draft Accounts will depend on the average daily balance in the accounts as set forth above. As of the last dividend declaration date, if the average daily balance in a Regular Share Account was under the required \$ 75.00, no dividends would have been paid.
- 6. Account Limitations.** Account limitations for each account are set forth above. For a Share Account in which transfer limitations apply, no more than six (6) preauthorized, automatic, or telephone transfers may be made from these accounts to another account of yours or to a third party in any month, and no more than three (3) of these six (6) transfers may be made by check, draft or debit card to a third party. If you exceed these limitation, your account may be subject to a fee or be closed.

* If a Money Market Account exceeds these limitations, a fee will be assessed.