



## Important Information for Promotional 16-Month Special Share Certificate

This document supplements the CommonWealth Central Credit Union Truth-in-Savings disclosure effective June 01, 2018 that will be given to you at the time the certificate is opened.

**Eligibility Requirement** - For new money only. Funds must not currently be deposited with CommonWealth. To qualify and open a 16-Month Special Share Certificate you must open one additional product with CommonWealth. If you have an existing active checking account the additional new product is waived. Membership is required with CommonWealth.

Promotional Dividend Rates as of June 1, 2018		
Minimum Balance	Dividend Rate	APY*
\$500	1.59%	1.60%

\*APY=Annual Percentage Yield

**Rate Information** – The rates appearing in this addendum are accurate as of the effective date indicated. The APY is available for new money only. Funds must not currently be deposited with CommonWealth. The Dividend Rate and APY are fixed and will be in effect for the term of the certificate. The APY is based on the assumption that the dividends will remain on deposit until maturity. A withdrawal of dividends will reduce earnings. Please refer to our current Rates on our website at [wealthcu.org](http://wealthcu.org).

**Dividend Compounding and Crediting** – The compounding and crediting frequency of dividends and dividend period are stated in the Rate Schedule. The dividend period is the account's term. The Dividend Period begins on the first day of the term and ends on the maturity date.

**Accrual of Dividends:** If you close your account before accrued dividends are credited, you will not receive the accrued dividends.

**How Interest is Calculated** - We use simple interest on a daily basis, which applies the daily periodic rate to the balance in the account each day.

**Minimum Balance to Open Account** - Minimum deposit required to open this certificate is \$500.00.

**Minimum Balance to Obtain the Annual Percentage Yield Disclosed** - You must maintain a minimum balance of \$500.00 in the account each day to obtain the disclosed annual percentage yield. If you do not maintain the minimum balance, you will not earn the stated APY.

**Maximum Deposit Limit:** The maximum deposit limit on this certificate is \$250,000.

**Term** - This is a 16-month single term certificate and will NOT automatically renew at maturity. The funds will be transferred to your Regular Share Account and will earn dividends at the prevailing Regular Share dividend rate.

**Transaction Limitations** - After your certificate is opened you may not make additional deposits to the certificate.

**Penalty** - After your certificate is opened you may make withdrawals subject to the early withdrawal penalties stated below.

- Penalty amount is 180 days of dividends.
- The penalty is calculated as a forfeiture of part of the dividends that have been or would be earned on the account. It applies whether or not the dividends have been earned. In other words, if the account has not yet earned enough dividends or if the dividend has already been paid, the penalty will be deducted from the principal.

# TRUTH-IN-SAVINGS DISCLOSURE

Effective Date:

Maturity Date:

The rates, fees and terms applicable to your account at the Credit Union are provided in this Truth-In-Savings Disclosure.  
Refer to fee schedule for any applicable fees.  
The Credit Union may offer other rates for these accounts from time to time.

RATE SCHEDULE									
	Dividend Rate (%) / Annual Percentage Yield	Terms	Minimum Opening Deposit	Dividends Compounded	Dividends Credited	Dividend Period	Additional Deposits	Withdrawals	Renewable
<input type="checkbox"/> <b>Share Certificate Accounts</b>									
	See Savings and Investment Schedule of Rates	Fixed	\$500.00	Monthly	Monthly	Account's Term	Allowed - for 12-month terms only	Allowed - see Transaction Limitations section	Automatic
<input type="checkbox"/> <b>Youth Share Certificate Accounts</b>									
	See Savings and Investment Schedule of Rates	Fixed	\$250.00	Monthly	Monthly	Account's Term	Allowed - for 12-month terms only	Allowed - see Transaction Limitations Section	Automatic
<input type="checkbox"/> <b>IRA Share Certificate Accounts</b>									
	See Savings and Investment Schedule of Rates	Fixed	\$100.00	Monthly	Monthly	Account's Term	Allowed	Allowed - see Transaction Limitations Section	Automatic
<input type="checkbox"/> <b>Promotional Fixed-Rate Share Certificate Accounts</b>									
Promotional Share Certificate Accounts	See Savings and Investment Schedule of Rates	Fixed	See Savings and Investment Schedule of Rates	Monthly	Monthly	Account's Term	Not Allowed	Allowed - see Transaction Limitations Section	Not Automatically Renewable
<input type="checkbox"/> <b>Promotional Variable-Rate Share Certificate Accounts</b>									
Member Option Share Certificate Accounts/Member Option IRA Share Certificate	See Savings and Investment Schedule of Rates	Fixed	See Savings and Investment Schedule of Rates	Monthly	Monthly	Account's Term	Not Allowed	Allowed - see Transaction Limitations Section	Not Automatically Renewable

## ACCOUNT DISCLOSURES

*Except as specifically described, the following disclosures apply to all of the accounts. All accounts described in this Truth-in-Savings Disclosure are share accounts.*

**1. RATE INFORMATION** -- 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 an annual period. For Share Certificate, Youth Certificate, IRA Share Certificate and Promotional Share Certificate accounts, the Dividend Rate and Annual Percentage Yield are fixed and will be in effect for the initial term of the account. During the term of a Member Option Share Certificate or Member Option IRA Share Certificate account, you have the option to increase (bump) the rate on your account to the rate currently in effect for accounts of this type with the same term. For Member Option accounts with terms of 12 months, you may exercise the bump option once at any time after the first six (6) months of the account's term. For Member Option accounts with terms of 36

months, you may exercise the bump option once at any time after the 12 months of the account's term. The Share Certificate, IRA Share Certificate and Youth Share Certificate accounts are Tiered Rate accounts. The balance ranges and corresponding Dividend Rates and Annual Percentage Yields applicable to each tier are disclosed in the Savings and Investment Schedule of Rates. Each Dividend Rate will apply only to that portion of the account balance within each balance range. For accounts subject to dividend compounding, the Annual Percentage Yield is based on an assumption that dividends will remain on deposit until maturity. A withdrawal of dividends will reduce earnings.

**2. DIVIDEND PERIOD** -- For each account, the dividend period is the account's term as disclosed on your Certificate Account Receipt and Disclosures. The dividend period begins on the first day of the term and ends on the maturity date.

**3. DIVIDEND COMPOUNDING AND CREDITING** -- The compounding and crediting frequency of dividends are stated in the Rate

Schedule. At your option, earned dividends may be credited to your certificate account, transferred to another account of yours or paid to you directly. If dividends are transferred to another account or are paid to you, compounding will not apply.

**4. BALANCE INFORMATION** -- To Open any account, you must deposit the minimum required share(s) in a Regular Share or Youth Share Account. Qualifying members with Youth Share Accounts must maintain one (1) share (\$5.00) in your Youth Share Account. Some accounts may have additional minimum opening deposit requirements as disclosed in the Schedule of Savings and Investment Rates. For all accounts, dividends are calculated by the Daily Balance method, which applies a periodic rate to the balance in the account each day.

**5. ACCURAL OF DIVIDENDS** -- For all accounts, dividends will begin to accrue on noncash deposits (e.g. checks) on the business day you make the deposit to your account. If you close your account before accrued dividends are credited, accrued dividends will not be paid.

**6. TRANSACTION LIMITATIONS** - For all accounts, after your account is opened you may make withdrawals subject to the early withdrawal penalties stated below.

For Share Certificate and Youth Share Certificate accounts, the penalties do not apply to withdrawal of credited dividends. For Youth Share Certificate and twelve-month Share Certificate accounts, you may refer to the Savings and Investment Schedule of Rates for deposit limitations that may apply to your account. For IRA Share Certificate and Member Option IRA Share Certificate accounts, you may make additional deposits to your account, subject to IRS restrictions. For all other accounts, additional deposits are not allowed during the term of your account.

**7. MATURITY** -- Your account will mature as stated on this Truth-in-Savings Disclosure or on your Account Receipt or Renewal Notice.

**8. EARLY WITHDRAWAL PENALTY** -- We may impose a penalty if you withdraw from your account before the maturity date.

**a. Amount of Penalty.** For all accounts, the amount of the early withdrawal penalty is based on the term of your account. The penalty schedule is as follows:

Terms of less than 12 months	90 days' dividends
Terms of 12 months or longer	180 days' dividends

**b. How the Penalty Works.** The penalty is calculated as a forfeiture of part of the dividends that have been or would be earned on the account. It applies whether or not the dividends have been earned. In other words, if the account has not yet earned enough dividends or if the dividend has already been paid, the penalty will be deducted from the principal.

**c. Exceptions to Early Withdrawal Penalties.** At our option, we may pay the account before maturity without imposing an early withdrawal penalty under the following circumstances:

- (i) When an account owner dies or is determined legally incompetent by a court or other body of competent jurisdiction.
- (ii) Where the account is an Individual Retirement Account (IRA) and any portion is paid within seven (7) days after the establishment; or where the account is an IRA and the owner attains age 59 ½ or becomes disabled.

**9. RENEWAL POLICY** -- You will receive a minimum of twenty (20) days notice prior to maturity. For all accounts, except Promotional Share Certificate and Member Option Share Certificate accounts, your account will automatically renew for another term upon maturity. You have a grace period of ten (10) days after maturity in which to withdraw funds in the account without being charged an early withdrawal penalty. For Promotional Share Certificate and Member Option Share Certificate accounts, your account will not automatically renew for another term. Dividends will not be paid after maturity. Upon maturity, the account balance will be transferred to your Regular Share account.

**10. NONTRANSFERABLE/NONNEGOTIABLE** -- Your account is nontransferable and nonnegotiable.

**11. MEMBERSHIP** -- As a condition of membership, you must purchase and maintain the minimum required share(s) as set forth below.

Par Value of One Share	\$5.00
Number of Shares Required	2

Silver Creek  
5890 Silver Creek Valley Road

San Jose Cambrian  
3075 Union Avenue

Milpitas  
537 E. Calaveras Boulevard

Tennant Morgan Hill  
400 Tennant Avenue

Cochrane Morgan Hill  
1041 Cochrane Rd, Ste 180

