

Cooperative Federal

IRA Certificate Accounts

Truth-In-Savings Disclosure

	TERM	MATURITY DATE	DIVIDEND RATE / ANNUAL PERCENTAGE YIELD	EFFECTIVE DATE	DIVIDENDS COMPOUNDED AND CREDITED	MINIMUM TO OPEN	MINIMUM BALANCE REQUIRED
12 MONTH IRA CERTIFICATE	12 MONTHS				MONTHLY	\$1000	\$1000
24 MONTH IRA CERTIFICATE	24 MONTHS				MONTHLY	\$1000	\$1000
36 MONTH IRA CERTIFICATE	36 MONTHS				MONTHLY	\$1000	\$1000
48 MONTH IRA CERTIFICATE	48 MONTHS				MONTHLY	\$1000	\$1000
60 MONTH IRA CERTIFICATE	60 MONTHS				MONTHLY	\$1000	\$1000

1. Rate information. The Annual Percentage Yield (APY) is an annualized rate that reflects the total amount of dividends to be paid on an account based on the dividend rate and frequency of compounding on a 365-day period. The annual percentage yield and dividend rate for each type of account is listed in the above Rate Schedule. The dividend rate and APY for new Individual Retirement Account (IRA) Certificates may be adjusted monthly based on the discretion of the credit union's board of directors. The dividend rate and APY are fixed upon purchase of an IRA Certificate until the account matures, at which point a new dividend rate and APY will be calculated if the account is renewed. The new rate will be equal to the dividend rate and APY declared for the dividend period in which the renewal occurs. The dividend rate and APY as listed above are accurate as of the last dividend declaration date. To earn the stated APY, it is assumed that you do not withdraw any dividends from the account until maturity. A withdrawal of dividends will reduce earnings. For questions or more in-depth rate information, please call (315) – 473 – 0220.

2. Balance computation method. Dividends are calculated using 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 full amount of the principal in the account on each day of the period and dividing that figure by the number of days in the period.

3. Compounding and crediting. The dividend period is defined as the period of time at the end of which dividends are compounded and an account earns dividend credit. The dividend period for each account type is shown in the Rate Schedule. For monthly accounts, the dividend period begins on the first calendar day of each month and ends on the last calendar day. For quarterly accounts, the dividend periods for the year run from January 1 – March 31, March 31 – June 30, June 30 – September 30, and September 30 – December 31. A new dividend period begins at the close of business on the ending date of the previous dividend period.

4. Dividend accrual. Dividends will begin to accrue on the business day you purchase your IRA Certificate. Dividends are paid from current income and available earnings, after required transfers to reserves at the end of a dividend period.

5. Minimum balance requirements. The minimum balance required to purchase each type of account are shown in the Rate Schedule. Credit union policy for failure to maintain the minimum balance is immediate closure of the IRA Certificate and transference of all remaining funds to the member's share savings account.

6. Transaction limitations. Dividend earnings may be withdrawn from IRA Certificates without penalty. The penalty for withdrawal beyond dividend earnings is equal to 90 days' dividends for 12 month IRA Certificates, and 180 days'

dividends for IRA Certificates over 12 months. The penalty may be assessed against the principal balance if the dividends have not been earned or paid. In addition to the penalty, a fee is incurred for all withdrawals from the principal prior to account maturity. IRAs are government regulated accounts, and additional transaction limitations apply for this type of account. Please see the attached IRA disclosure for more information.

7. Fees. The fees and charges that may be assessed against your account are disclosed in the Fee Schedule. Fees may reduce your earnings.

8. Account Renewal. All IRA Certificates are automatically renewed at maturity. There is a grace period of 10 days after maturity during which you can redeem the certificate without penalty or fees. The grace period begins the day after maturity. A renewal notice will be sent to you prior to account maturity to inform you of the upcoming maturity date.

9. Early Withdrawal Penalties. We may impose a penalty if you withdraw any of the principal in your account before the maturity date. If the withdrawal reduces the balance below the minimum balance required for the account, the account will be canceled and the penalty will be applied to the entire balance of the account.

IRA Certificate Terms	Early Withdrawal Penalty
12 months	90 days' dividends on the amount withdrawn
Over 12 months	180 days' dividends on the amount withdrawn

How are Share Certificates and IRA Certificates different from a regular savings account, and why should I consider investing in one?

- Our Share and IRA Certificates are what's known as "term share" accounts, which means that any withdrawal from the principal invested before the account maturity date will incur a withdrawal penalty and fee. They also have a larger minimum opening deposit required compared to our Share Savings account. In addition, deposits may not be made in a Share Certificate until maturity. Deposits may be made in an IRA Certificate depending on government regulations.

- In exchange for the sacrifice in liquidity, Certificates tend to offer significantly higher annual percentage yields (APY) compared to conventional deposit accounts. Generally speaking, Certificates with longer terms offer higher APYs. An additional feature of Certificates is that the dividend rate and APY are fixed upon purchase, thus making them a more stable investment than regular savings accounts, which may be prone to APY fluctuations every dividend period.

- When the account matures, you can withdraw, transfer, or add funds without penalty during the 10 day grace period. Your account is automatically renewed on your behalf after the grace period unless you decide to close it.

- IRAs are accounts that may be subject to special tax laws, including tax-deferral on earnings until they're withdrawn. In addition to our IRA Certificates, we also offer an IRA Shares account for those who prefer more liquidity in their investment. Contact a Cooperative Federal representative for more information on IRAs.

- If you have funds earmarked for the future, contact a Cooperative Federal representative today to learn how investing in one of our Certificates can grow your nest egg!

Cooperative Federal
Syracuse's community development credit union



Founded in 1982

Eastside Office: 723 Westcott St.
Southwest Office: 401 South Ave.
Northside Office: 800 North Salina St.

Phone: (315) – 471 – 1116
Fax: (315) – 476 – 0567
E-mail: info@coopfed.org
Web: www.cooperativefederal.org

Mailing Address: 723 Westcott Street,
Syracuse, NY 13210

Who are we? Cooperative Federal is a member owned and operated financial services cooperative. Our mission is to serve the financially underserved and to rebuild our local economy in a way that promotes justice.

Your money is safe. All accounts with Cooperative Federal are federally insured to the maximum legal limit by the NCUA. The NCUA is funded entirely by the credit union movement and is backed by the full faith and credit of the United States of America.

What do we do? In addition to providing all the services offered by traditional banks, we offer programs such as free financial education workshops and one-on-one credit counseling as part of our mission to promote the economic revitalization of our community. Call us for more information today!

Syracuse Cooperative Federal Credit Union *dba* Cooperative Federal

Cooperative Federal
Syracuse's community development credit union



Truth-in-Savings Disclosure

Individual Retirement Account (IRA) Certificates

(12 – 60 month terms)



Your savings federally insured to at least \$250,000
and backed by the full faith and credit of the United States Government

NCUA

National Credit Union Administration, a U.S. Government Agency



AMERICA'S
CREDIT UNIONS™

Where people are worth more than money.™