



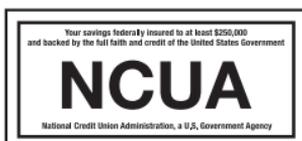
DFCU

**DOWNEY FEDERAL
CREDIT UNION**

TRUTH-IN-SAVINGS DISCLOSURE AND AGREEMENTS

PLEASE KEEP FOR YOUR RECORDS

Effective September 25, 2018



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In the following Agreement(s), the words "You", "Your", and "Yours" mean each and all of those (whether one or more persons) who are subject to the Agreement(s) as a result of signing an Account signature card for each respective Account. The words "We", "Us", "Our", and "Credit Union" mean DOWNEY FEDERAL CREDIT UNION.

This Disclosure is presented for your information and is accurate as of the date shown on the cover. Furthermore, the CREDIT UNION's Schedule of Fees and Charges and Rate Sheet are incorporated herein by reference. We have the right to change its terms and conditions or amend this Disclosure from time to time. However, before any fee or charge is increased or added, or terms and conditions amended, you will receive 30 days advance notice at your address of record. You may always obtain more information by calling our Member Services Department at (562) 862-8141, option 3, or online at www.downeyfcu.org.

TRUTH-IN-SAVINGS DISCLOSURE GENERAL INFORMATION

ACCRUAL OF DIVIDENDS: Dividends begin to accrue on the business day you deposit non-cash items (e.g., checks) or cash items to your Account if deposited before the close of business.

NATURE OF DIVIDENDS: Dividends are paid from current income and available earnings after re- quired transfers to reserves at the end of a dividend period.

BYLAW REQUIREMENTS: The shareholdings of a member who fails to complete payment of one share within 6 months of his/her admission to membership, or of a member who reduces his/her share balance below \$5.00 and does not increase the balance to at least \$5.00 within 6 months of the reduction may be terminated from membership.

Shares may be transferred only from one member to another, by written instrument in such form as the Credit Union may prescribe. The Credit Union reserves the right, at any time, to require members to give, in writing, not more than 60 days' notice of intention to withdraw the whole or any part of the amounts so paid in by them.

No member may withdraw shareholdings that are pledged as required for security on loans without the written approval of a loan officer, 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 comaker, endorser, or guarantor are delinquent, without the written approval of a loan officer. The maximum amount of shares which may be held by any one member shall be established from time to time by the Credit Union Board of Directors.

PAR VALUE/MINIMUM BALANCE AND DEPOSIT REQUIREMENTS: The par value of one share in the Credit Union is \$5.00. For all Accounts you must maintain one \$5.00 share in your Regular Share Account.

RATE INFORMATION: The initial dividend rate and annual percentage yield ("APY") on the Regular Share Account, Money Market Account, Holiday Club Account, "You Name It" Account, Minor Account, Share Secured VISA Account, Summer Survival Account, Minor Blocked - Coogan Trust Account and Share IRA Account is stated on the Rate Sheet accompanying this Disclosure. These Accounts are variable rate Accounts. The rate and APY may change as set forth below for each Account.

CREDIT REPORTS: You authorize us to obtain credit reports as we deem necessary for purposes of determining future credit opportunities with you and you authorize any person, association or corporation to furnish, on our request, credit reports. You also authorize us to furnish information concerning your Account(s) with us to credit reporting agencies.

YOUR REGULAR SHARE ACCOUNT (Suffix 1)

Downey Federal Credit Union offers a Regular Share Account (with age-appropriate names - Kirby Kangaroo, CU, Succeed or Brass) which lets you periodically save money.

MINIMUM BALANCE AND DEPOSIT REQUIREMENTS: The minimum balance to open this Account is \$5.00. You must maintain a minimum average daily balance of \$100.00 in your Regular Share Account to obtain the disclosed APY.

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.

DIVIDEND COMPOUNDING AND CREDITING: Dividends will be compounded quarterly and credited on the first day of the following quarter and 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 is March 31. All other dividend periods follow this same pattern of dates. The dividend declaration date precedes the ending date of a dividend period and, for example, is the fourth Thursday of March. If you close your Regular Share Account before dividends are paid you will not receive the accrued dividends.

BALANCE INFORMATION: We compute the balance in your Regular Share Account to determine the dividends you will be paid by using the average daily balance method which applies a periodic rate to the average daily balance in the Account for the period. We calculate the average daily balance 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.

TRANSACTION LIMITATIONS: During any month, you may not make more than six withdrawals or transfers to another Credit Union Account of yours or to a third party by means of a pre-authorized or automatic transfer or telephonic order or instruction.

YOUR SHARE DRAFT CHECKING ACCOUNT (Suffix 2)

Downey Federal Credit Union offers a Share Draft Checking Account (Checking Account) which lets you withdraw your money and write checks against your Account at any time.

1. You authorize us to establish a Checking Account. We are hereby authorized to recognize any one of the signatures subscribed to the Signature Card for the payment of funds or the transaction of any business for this Account including, within limitations, the endorsement of checks payable to any signer and the causing or making of overdrafts (for which all of you will be liable).
2. We are authorized to pay checks signed by you or your joint owner and the payments will be charged against your Account.

3. We may refuse to pay a check if such payment would exceed available funds in the Account and funds available under the Overdraft Protection Option, if selected. If we pay such check, you agree to pay upon demand any overdraft amount.
4. You understand that if the Overdraft Protection Option is not selected by you, we may pay all overdrafts by transferring funds to your Checking Account in the following sequence:
 - A. First, from your Regular Share Account;
 - B. Second, from your Line of Credit Account.
5. You understand that all overdraft transfers from a Regular Share Account to your Checking Account will be in increments of \$100.00 sufficient to cover the overdraft, if available. All over draft transfers from a Line of Credit loan to a Checking Account will be in increments of \$25.00, up to the available credit limit.
6. Our authority concerning your Checking Account may not be changed or terminated by you, except by written notice to us which will not affect any prior transaction.
7. Only DOWNEY FEDERAL CREDIT UNION checks, or other methods approved by us, may be used to withdraw funds from the Account.
8. Except for negligence, we are not liable for any action we take regarding the payment or non- payment of a check.
9. Any objection regarding any item shown on a monthly statement of the Account shall be waived unless made in writing to us on or before the 20th day following the day the statement was delivered, except where the Uniform Commercial Code ("UCC") provides otherwise.
10. We are under no obligation to pay a check on which the date is more than six months old unless you give us notice otherwise as required under the UCC and a reasonable opportunity to act on it. We are under no obligation to hold a post-dated check and we reserve the right to process every item presented as if dated the same date received by us or our check processor unless you give us notice as required under the UCC.
11. You shall be liable for such service charge/fees as we may impose for returned items written against insufficient funds, closed accounts, returned items deposited into the Account, and for other services in accordance with our Schedule of Fees and Charges.
12. We are authorized to deduct any account service charge/fee from your Checking Account or any of your Share Accounts without prior notice to you. If sufficient funds are not available in your Share Accounts, then funds available under the Overdraft Protection Option may be used to pay service charges or fees.
13. All non-cash share deposits or payments received in the Account may be placed on hold in accordance with our policy of Delayed Availability of Deposited Funds.
14. Provided such request is timely so that we shall have a reasonable opportunity to act upon it, you may order stop payment of any check payable against your account. If the order is verbal it shall be valid only fourteen (14) days thereafter unless confirmed in writing. Written orders shall be valid for six (6) months and may be renewed for additional six (6) month periods. You have the burden of establishing the fact and the amount of the loss resulting from any stop payment contrary to a binding stop payment. A fee may be charged as provided in our Schedule of Fees and Charges.
15. Your death, dissolution or incompetence shall not revoke our authority to accept, pay or collect checks or to account for proceeds of its collection until we know of the fact of your death, dis- solution or adjudication of incompetence and have a reasonable opportunity to act on it. Even with knowledge, we may, for ten (10) days after the date of death, dissolution or incompetence, pay or guarantee checks drawn on or prior to the date unless ordered in writing to stop payment by a person claiming an interest in the account. We must be notified if any of you die, become incompetent or your organization is dissolved.
16. A photocopy of a paid check is available for seven (7) years from the date the check was paid by us. A fee may be charged as provided in our Schedule of Fees and Charges.
17. You authorize us to release information regarding the status and history of your Account to others such as credit bureaus, merchants and other financial institutions.
18. We will charge the Account for check printing costs at the time the charge is received from the printer. If there are not sufficient funds in the Account, we may charge any other share Account held by any of the named Account owners of this Account.
19. You agree and authorize us that when paid, checks become the property of the Credit Union and will not be returned with the periodic statement of this Account or otherwise.
20. We have the right to terminate your Checking Account without notice or your consent at any time, subject only to restrictions contained in the Credit Union bylaws.
21. Please refer to our Schedule of Fees and Charges as they apply to your checking Accounts.
22. **MINIMUM BALANCE AND DEPOSIT REQUIREMENTS:** You must deposit \$20.00 in your Checking Account to open your Checking Account.
23. **RATE INFORMATION:** No dividends are paid on this Account.
24. **TRANSACTION LIMITATIONS:** No transaction limitations apply to your Checking Account.

YOUR MONEY MARKET ACCOUNT (Suffix 3)

Downey Federal Credit Union offers a Money Market Account which lets you earn money market rates while providing liquidity.

MINIMUM BALANCE AND DEPOSIT REQUIREMENTS: There is a minimum deposit requirement of \$2,500 to open this Account. You must maintain a minimum daily balance or \$2,500 in your Account to obtain the disclosed APY.

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.

DIVIDEND COMPOUNDING AND CREDITING: Dividends will be compounded

monthly and credited on the first day of the following month and 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 is January 31. All other dividend periods follow this same pattern of dates. The dividend declaration date precedes the ending date of a dividend period and, for example, is the fourth Thursday of January. If you close your Money Market Account before dividends are paid, you will not receive the accrued dividends. If the daily balance is below \$2,500 no dividends will be accrued.

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.

TRANSACTION LIMITATIONS: This Account offers check access. During any month, you may not make more than six withdrawals or transfers to another credit union Account of yours or to a third party by pre-authorized or automatic transfer or telephonic order or instruction.

APPLIES TO TIERED MONEY MARKET ACCOUNT ONLY: The Dividend Rates and Annual Percentage Yields (APY) on these accounts has a variable, tiered rate feature. A tier is a range of account balances; different rates and APY's may apply to different tiers. When the balance increases or decreases to a different tier, the account balance will be subject to the rate applicable to that tier for the time the balance is at the higher or lower level. This means if an account balance goes below or above a certain level even for one day, the account will be subject to that tier for one day. The minimum balance requirements for each tier and the corresponding dividend rates and Annual Percentage Yields (APYs) are set forth on the Dividend Rate Sheet. These rates are subject to change without notice.

YOUR HOLIDAY CLUB ACCOUNT (Suffix 4)

Downey Federal Credit Union offers a Holiday Club Account which lets you periodically save money for the holiday season.

MINIMUM BALANCE AND DEPOSIT REQUIREMENTS: The minimum balance to open this Account is \$25.00. You must maintain a minimum average balance of \$100.00 in your Holiday Club Account to obtain the disclosed APY.

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.

DIVIDEND COMPOUNDING AND CREDITING: Dividends will be compounded quarterly and credited on the first day of the following quarter and November 1st and 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 is March 31. All other dividend periods follow this same pattern of dates. The dividend declaration date precedes the ending date of a dividend period and, for example, is the fourth Thursday of March. If you close your Holiday Club Account before dividends are paid you will not receive the accrued dividends.

BALANCE INFORMATION: We compute the balance in your Holiday Club Account to determine the dividends you will be paid by using the average daily balance method which applies a periodic rate to the average daily balance in the Account for the period. We calculate the average daily balance 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.

TRANSACTION LIMITATIONS: You may make withdrawals from this Account during the first six days after it is opened. Thereafter, no withdrawals are allowed from this Account. Account withdrawal prior to November 1st will cause Account closure and all funds will be transferred to your Regular Share Account. The available Account balance will be mailed to you or will be transferred to your Share Draft Checking Account on or before the tenth (10th) of November of each year.

YOU NAME IT ACCOUNT (Suffix 5, 6, and 7)

Downey Federal Credit Union offers a "You Name It" Account which allows you to name your own Account.

MINIMUM BALANCE AND DEPOSIT REQUIREMENTS: The minimum balance to open this Account is \$25.00. You must maintain a minimum average balance of \$100.00 in your You Name It Account to obtain the disclosed APY.

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.

DIVIDEND COMPOUNDING AND CREDITING: Dividends will be compounded quarterly and credited on the first day of the following quarter and the dividend period of the calendar year is January 1 and the ending date is March 31. All other dividend periods follow this same pattern of dates. The dividend declaration date precedes the ending date of a dividend period and, for example, is the fourth Thursday of March. If you close your You Name It Account before dividends are paid, you will not receive the accrued dividends.

BALANCE INFORMATION: We compute the balance in your You Name It Account to determine the dividends you will be paid by using the average daily balance method which applies a periodic rate to the average daily balance in the Account for the period. We calculate the average daily balance 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.

TRANSACTION LIMITATIONS: During any statement period, you may not make more than six withdrawals or transfers to another Credit Union Account of yours or to a third party by means of a pre-authorized or automatic transfer to telephonic order or instruction.

MINOR ACCOUNT (Suffix 8)

Downey Federal Credit Union offers a Minor Account which allows you to open an Account for a minor under 18 years of age.

MINIMUM BALANCE REQUIREMENTS: The minimum balance required to open this Account is \$5.00. You must maintain a minimum average daily balance of \$5.00 in your Minor Account to obtain the disclosed APY.

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.

DIVIDEND COMPOUNDING AND CREDITING: Dividends will be compounded monthly and credited on the first day of the following month and 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 is January 31. All other dividend periods follow this same pattern of dates. The dividend declaration date precedes the ending date of a dividend period and, for example, is the fourth Thursday of January. If you close your Minor Account before dividends are paid, you will not receive the accrued dividends.

BALANCE INFORMATION: We compute the balance in your Minor Account to determine the dividends you will be paid by using the average daily balance method which applies a periodic rate to the average daily balance in the Account for the period. We calculate the average daily balance 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.

TRANSACTION LIMITATIONS: During any statement period, you may not make more than six withdrawals or transfers to another Credit Union Account of yours or to a third party by means of a pre-authorized or automatic transfer or telephonic order or instruction.

To be eligible to open this Account, you must be a minor under 11. When you reach age 11, this Account will be closed and all funds on deposit will be transferred to an age appropriate Regular Share Account

SHARE SECURED VISA ACCOUNT (Suffix 9)

Downey Federal Credit Union offers a Share Secured VISA Account which allows you to pledge shares to secure a VISA Credit Card.

MINIMUM BALANCE AND DEPOSIT REQUIREMENTS: The minimum balance to open this Account is \$500.00. You must maintain a minimum average daily balance of \$500.00 in your Share Secured VISA Account to obtain the disclosed APY.

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.

DIVIDEND COMPOUNDING AND CREDITING: Dividends will be compounded quarterly and credited on the first day of the following quarter and 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 is March 31. All other dividend periods follow this same pattern of dates. The dividend declaration date precedes the ending date of a dividend period and, for example, is the fourth Thursday of March. If you close your Share Secured VISA Account before dividends are paid, you will not receive the accrued dividends.

BALANCE INFORMATION: We compute the balance in your Share Secured VISA Account to determine the dividends you will be paid by using the average daily balance method which applies a periodic rate to the average daily balance in the Account for the period. We calculate the average daily balance 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.

TRANSACTION LIMITATIONS: We will allow no withdrawal which will result in a balance less than the credit limit on your Downey Federal Credit Union VISA Card or the balance due on that card, whichever is greater.

SUMMER SURVIVAL ACCOUNT (Suffix 10)

Downey Federal Credit Union offers a Summer Survival Account which allows you to save for the summer months.

MINIMUM BALANCE AND DEPOSIT REQUIREMENTS: The minimum balance to open this Account is \$25.00. You must maintain a minimum average balance of \$100.00 in your Summer Survival Account to obtain the disclosed APY.

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.

DIVIDEND COMPOUNDING AND CREDITING: Dividends will be compounded quarterly and credited on first day of the following quarter and August 1st and the dividend period is quarterly and August 1st. For example, the beginning date of the first dividend period of the calendar year is January 1 and the ending date is March 31. All other dividend periods follow this same pattern of dates. The dividend declaration date precedes the ending date of a dividend period and, for example, is the fourth Thursday of March. If you close your Summer Survival Account before dividends are paid, you will not receive the accrued dividends.

BALANCE INFORMATION: We compute the balance in your Summer Survival Account to determine the dividends you will be paid by using the average daily balance method which applies a periodic rate to the average daily balance in the Account for the period. We calculate the average daily balance 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.

TRANSACTION LIMITATIONS: You may make withdrawals from this Account during the first six days after it is opened. Thereafter, no withdrawals are allowed on this Account. Account withdrawal prior to August 1st will cause Account closure and all funds will be transferred to your Regular Share Account.

On August 1 of each year, all funds on deposit in your Summer Survival Account will be withdrawn and a check will be mailed to you for the amount withdrawn or the amount withdrawn will be deposited to your Share Draft Checking Account.

MINOR BLOCKED-COOGAN TRUST ACCOUNT (Suffix 1)

Our Minor Blocked-Coogan Trust Accounts are designated as Regular Share Accounts. This Account is governed by California Family Code Section 6750, et seq.

MINIMUM BALANCE AND DEPOSIT REQUIREMENTS: The minimum balance to open this Account is \$25.00. You must maintain a minimum average daily balance of \$100.00 in your Coogan Trust Account to obtain the disclosed APY.

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.

DIVIDEND COMPOUNDING AND CREDITING: Dividends will be compounded quarterly and credited on the first day of the following quarter and 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 is March 31. All other dividend periods follow this same pattern of dates. The dividend declaration date precedes the ending date of a dividend period and, for example, is the fourth Thursday of March. If you close your Coogan Trust Account before dividends are paid, you will not receive the accrued dividends.

BALANCE INFORMATION: We compute the balance in this Account to determine the dividends you will be paid by using the average daily balance method which applies a periodic rate to the average daily balance in the Account for the period. We calculate the average daily balance 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.

TRANSACTION LIMITATIONS: This Account is blocked. You may make deposits to this account. No withdrawals from this Account will be allowed except by court order or in the manner provided for by California Family Code Section 6750-6753.

No access device will be issued on this Account. This Account may not be pledged for any loan.

Funds from this Account may be transferred to a Share Certificate with DFCU and still satisfy the California Family Code Sections 6750-6753.

SHARE IRA ACCOUNT (Suffix 11)

Downey Federal Credit Union offers Share IRA Accounts which allows you to save with an IRA Account. Our Share IRA Accounts are called Traditional IRA, Roth IRA or Educational IRA Accounts.

MINIMUM BALANCE AND DEPOSIT 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 Share IRA Account to obtain the disclosed APY.

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.

DIVIDEND COMPOUNDING AND CREDITING: Dividends will be compounded quarterly and credited on the first day of the following quarter and 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 is March 31. All other dividend periods follow this same pattern of dates. The dividend declaration date precedes the ending date of a dividend period and, for example, is the fourth Thursday of March. If you close your Share IRA Account before dividends are paid, you will not receive the accrued dividends.

BALANCE INFORMATION: We compute the balance in your Share IRA Account to determine the dividends you will be paid by using the average daily balance method which applies a periodic rate to the average daily balance in the Account for the period. We calculate the average daily balance 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 terms and conditions for the Roth and Educational IRA Accounts are contained in the Credit Union's Roth and Educational IRA Disclosure Statements, which by this reference is incorporated into this Account disclosure in its entirety. When you open your Roth and Educational IRA Accounts, the Credit Union Roth and Educational IRA Disclosure Statement will be provided to you.

Certain federal and state penalties apply to amounts withdrawn from Individual Retirement Accounts. These are set forth in applicable federal and state law and regulations which are incorporated by this reference.

SHARE CERTIFICATE ACCOUNT

Downey Federal Credit Union offers a Share Certificate Account which allows you to save with higher rates.

MINIMUM BALANCE AND DEPOSIT REQUIREMENTS: The minimum deposit required for you to open and maintain your Share Certificate Account is \$1,000.00. You must maintain a minimum daily balance of \$1,000.00 in your Share Certificate Account each day to obtain the disclosed APY. You must maintain a minimum daily balance of \$1,000.00 in your Share Certificate Account each day to avoid closure. If during any day your Account balance falls below the required minimum, your Account will be subject to closure.

RATE INFORMATION: The dividend rate and annual percentage yield are stated on the Rate Sheet accompanying this Disclosure. All Share Certificate Accounts are fixed rate accounts. You will be paid this rate and APY until maturity.

DIVIDEND COMPOUNDING AND CREDITING: Dividends will be compounded quarterly and credited on the first day of the following quarter and 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 is March 31. All other dividend periods follow this same pattern of dates. If you close your Share Certificate Account before dividends are paid, you will not receive the accrued dividends.

BALANCE INFORMATION: We compute the balance in your Share Certificate Account to determine the dividends you will be paid by using the average daily balance method which applies a periodic rate to the average daily balance in the Account for the period. We calculate the average daily balance 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.

TRANSACTION LIMITATIONS: After the Account is opened, you may not make additions to or withdrawals from the Account until the maturity date stated on your Certificate.

You may withdraw paid dividends prior to maturity without penalty. You can make arrangements with us for periodic payment of dividends in lieu of compounding.

EARLY WITHDRAWAL PENALTIES (The certificate will be closed and a penalty will be imposed for withdrawals of principal before maturity): The penalty we will impose will equal 90 days dividends on the entire account balance subject to penalty.

There are certain circumstances, such as the death or incompetence of an owner, where we may waive or reduce this penalty.

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 as stated on Certificate, if any) or we receive

written notice from you within the grace period as stated on the Certificate, 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 deposit 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 for the renewal term will be the same we offer on new Share Certificate Accounts on the maturity date which have the same term, minimum balance (if any) and other features as the original Share Certificate Account.

You will have a grace period of seven calendar days after maturity to withdraw the funds without being charged an early withdrawal penalty.

IRA SHARE CERTIFICATE ACCOUNT

Downey Federal Credit Union offers a IRA Share Certificate Account which allows you to save with higher rates in an IRA Account.

MINIMUM BALANCE AND DEPOSIT REQUIREMENTS: The minimum deposit required for you to open and maintain your IRA Share Certificate Account is \$500.00. IRA Share Certificates are available for Traditional IRAs, Roth IRAs and Educational IRAs. You must maintain a minimum daily balance of \$500.00 in your IRA Share Certificate Account to receive the disclosed APY. You must maintain a minimum daily balance of \$500.00 in your IRA Share Certificate Account each day to avoid closure. If during any day your Account balance falls below the required minimum, your Account will be subject to closure.

RATE INFORMATION: The dividend rate and annual percentage yield are stated on the Rate Sheet accompanying this Disclosure. All IRA Share Certificate Accounts are fixed rate accounts. You will be paid this rate and APY until maturity.

DIVIDEND COMPOUNDING AND CREDITING: Dividends will be compounded quarterly and credited on the first day of the following quarter and 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 is March 31. All other dividend periods follow this same pattern of dates. If you close your IRA Share Certificate Account before dividends are paid, you will not receive the accrued dividends.

BALANCE INFORMATION: We compute the balance in your IRA Share Certificate Account to determine the dividends you will be paid by using the average daily balance method which applies a periodic rate to the average daily balance in the Account for the period. We calculate the average daily balance 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.

TRANSACTION LIMITATIONS: There are no limitations on the frequency or amount of additions to your account, as disclosed in the appropriate Credit Union IRA Custodial Agreement.

Withdrawal of principal from your account for IRS required minimum distribution is allowed without penalty. No other principal withdrawals will be allowed. Withdrawal for any other reason will be subject to early withdrawal penalty on the entire account balance.

You can withdraw paid dividends before maturity without early withdrawal penalty, subject to any IRS penalties as disclosed in the appropriate Credit Union IRA Custodial Agreement.

EARLY WITHDRAWAL PENALTIES (a penalty may be imposed for withdrawals before maturity): The penalty we may impose will equal 180 days dividends on the entire account balance subject to penalty.

There are certain circumstances, such as the death or incompetence of an owner, where we may waive or reduce this penalty. See your appropriate Credit Union IRA Custodial Agreement disclosure if this Account is part of an IRA or other tax qualified 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 as stated on the Certificate, if any) or we receive written notice from you within the grace period as stated on Certificate, 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 deposit will be placed in a dividend-bearing IRA Share Account.

Each renewal term will be the same as the original term, beginning on the maturity date. The dividend rate for the renewal term will be the same we offer on new IRA Share Certificate Accounts on the maturity date which have the same term, minimum balance (if any) and other features as the original IRA Share Certificate Account.

You will have a grace period of seven calendar days after maturity to withdraw the funds without being charged an early withdrawal penalty.

Certain federal and state penalties apply to amounts withdrawn from Individual Retirement Accounts. These are set forth in applicable federal and state law and regulations which are incorporated by this reference.

TERMS AND CONDITIONS APPLICABLE TO ALL ACCOUNTS

1. You must be a member in good standing to maintain any Account.
2. All Accounts (except Checking Accounts) are not transferable except on the records of Downey Federal Credit Union (DFCU).
3. We may endorse checks for you which we receive for deposit.
4. All non-cash payments received for credit to any Account are credited subject to final payment. Your right to withdraw funds represented by certain checks or other items you deposit may be delayed for several days. You will be notified if your right to withdraw will be delayed. Please refer to the Credit Union's Disclosure of Delayed Availability of Deposited Funds for further details.
5. All Account statements will be delivered only to your address of record. You shall exercise reasonable care and promptness in reconciling your statement, but in all cases within the applicable time limits set forth in the Uniform Commercial Code or you are precluded from any objection against us.
6. We may pay out funds or transact business pertaining to any Account with the signature of any one (1) of the Account owners or the signature of any

designated agent. If we receive written notice from an owner that withdrawals in accordance with the terms of the Account should not be permitted, we may refuse, without liability, to pay any sums on deposit pending a determination of the rights of the owners. Further, if there is more than one owner and there is a conflict between owners, we may require the signatures of all owners.

7. You or we may terminate your Account at any time. You understand, however, that your authority to us may not be changed or terminated except by written notice to us which will not affect prior transactions. You understand that it is our policy that so long as you have an outstanding loan balance, you may not close your Regular Share Account with us.
8. You understand that Individual, Joint, Trust, and Pay-on-Death Accounts may be subject to the Multiple Party Accounts Law, Division 5 of the California Probate Code, as now in effect or hereafter amended.
9. We are not responsible for items lost while not in our possession.
10. California law states that inactive balances must be turned over to the State (escheated) after a period of 3 years if you have not:
 - A. Increased or decreased the amount of any of your account(s) with us or presented an appropriate record of crediting dividends or cashed a dividend check from any of your accounts with us; or
 - B. Corresponded in writing or electronically with us concerning any of your accounts with us; or
 - C. Otherwise indicated an interest in any of your accounts with us as evidenced by a memorandum on file with us.

We may charge a fee for mailing an escheat notice. To recover funds turned over to the state, you must file a claim with the state.

11. You agree that by signing any Account signature card or Credit Union IRA Application, you are also subject to the terms and conditions of the form of Account (as described below and as stated on the signature card) which you have selected. The terms and conditions stated on the Account signature card, share certificate, or any Credit Union IRA Application or Agreement are fully incorporated by reference herein.
12. Please refer to our Schedule of Fees and Charges as they apply to all Accounts. We shall debit such charges from any Account you own (except an IRA Account), if there are insufficient funds available, the charges are payable on demand, and for checking Accounts, will be treated as an overdraft.
13. Any payment made by us on your Account in good faith and in reliance on the terms and conditions of this Truth-in-Savings Disclosure and Agreement and signature card shall be valid and discharge us from liability.
14. Ownership of the Account will be established by the most recent Account signature card or other document(s) evidencing such Accounts. A different form of ownership may be established by executing a new signature card.
15. We reserve the right to close any Account(s) discovered to be deliberately manipulated to the detriment of Downey Federal Credit Union and its membership. "Manipulation" includes, but is not limited to, kiting and repeated patterns of transactions which have no apparent business reason other than to take advantage of "float" to our detriment.
16. You agree that we will not be responsible to you for any damages you may incur in the event you deposit an item with us which is later returned unpaid by the paying bank and that return is "late" due to markings on the back of the check caused by a prior endorser.
17. If we are served with a restraining order, garnishment, writ of execution or attachment, tax levy or other legal process with which we must by law comply, we will, to the extent permitted by law, notify you accordingly.
18. STATUTORY LIEN: If you are in default on a financial obligation to us, federal law gives us the right to apply the balance of shares and dividends in your account(s) (except IRA) at the time of default to satisfy that obligation. Once you are in default, we may exercise this right without further notice to you.
19. You agree to keep us informed of your current address. In the event you do not keep us informed, we may charge your account for the actual cost of a necessary locator service. We will not charge you more than once in any 12 month period. This charge will not exceed the maximum amount allowable by law as stated in the Schedule of Fees and Charges.

TERMS AND CONDITIONS APPLICABLE TO ALL INDIVIDUAL AND JOINT ACCOUNTS

1. If there is more than one owner, all agree with each other and with us that all sums now paid in on shares or hereafter paid in on shares by any one or all Account owner(s) including all dividends thereon, if any, are and shall be owned by all Account owner(s) jointly and equally regardless of their net contributions with a right of survivorship and regardless of their net contributions shall be subject to withdrawal or receipt by any of the Account owner(s) or the survivor(s) of any of the Account owner(s). Any such payment shall be valid and shall discharge the Credit Union from any liability.
2. We are not obligated to inquire as to the source of funds received for deposit to a joint Account or to inquire as to the proposed use of any sums withdrawn from the Account for the purpose of establishing net contributions.
3. No transfer of voting rights or other membership privileges is permitted by virtue of a transfer of shares.
4. You understand that you are pledging any and all of the shares on deposit in the Account (except IRAs) as collateral security for any loans subject to then current loan policies. Further, a pledge of shares by any one of you shall be binding on all of you.

TERMS AND CONDITIONS APPLICABLE TO (TOTTEN) TRUST ACCOUNTS

The trustee(s) declare that the account is, and any and all sums credited to such account are and shall be, held by you, (if there is more than one trustee as joint tenants and equally regardless of your net contributions with right of survivorship) in trust for the Beneficiary(ies) named on the Signature Card or Share Certificate, reserving to you the right (1) to have dividends declared on the account paid to you; and (2) to revoke such trust in whole or in part, at any time or times by executing and delivering to us

a request for withdrawal or pledge of shares of the whole or part of such Account, and such trust shall be revoked as to the whole or part to which such request relates.

In the event of your death or, if the Account is held by more than one person, the death of your survivor(s), then and only then, we shall pay sums in the account to the Beneficiary if then living (if more than one Beneficiary is designated then equally to those Beneficiaries living at the date of your death or the death of your survivor), but if there is no surviving Beneficiary, we shall pay sums in the account to your estate or the estate of your survivor. There is no right of survivorship between beneficiaries.

A right to survivorship or a beneficiary designation in a Trust Account cannot be changed by will.

TERMS AND CONDITIONS APPLICABLE TO ALL CUSTODIAL ACCOUNTS

The transferor/custodian is opening an Account as custodian for the minor named on the Signature Card or Share Certificate under the Uniform Transfers to Minors Act. The transfer of money to the minor named on the Signature Card or Share Certificate, which transfer shall be deemed to include all dividends and any future additions thereto, is irrevocable and is made in accordance with and to include all provisions of the said statute of the State of California now in effect or hereinafter amended.

You acknowledge that by signing the Signature Card or Share Certificate, you have received the funds deposited to the account as custodian for the minor named herein under the Uniform Transfers to Minors Act.

The successor custodian named in the Signature Card or Share Certificate shall serve if you should be unable to act as custodian because you resign, die, or become legally incapacitated.

TERMS AND CONDITIONS APPLICABLE TO ALL FIDUCIARY ACCOUNTS

You are duly appointed and acting in the capacity of Executor/Executrix, Administrator/Administratrix, Guardian or Conservator. By the authority vested in you, you are acting individually or jointly, authorized and empowered to transact business of any character.

You may pledge any or all shares on deposit in the Account as collateral security for any loan(s) subject to then current loan policies.

If the Account is blocked, you understand that you shall file with the Court a written receipt including the agreement with the CREDIT UNION that the money in the Account, including any earnings thereon, shall not be withdrawn except upon court order.

TERMS AND CONDITIONS APPLICABLE TO BENEFICIARY (PAY-ON-DEATH) DESIGNATIONS

If you have made a beneficiary designation, all sums are payable on request to you during your lifetime and upon your death to your designated beneficiary payee(s) or if the Account is jointly owned, to one or more Account owner(s), during their lives and on the death of all of them to one or more payees then surviving in equal and individual shares. As between beneficiary payees, there is no right of survivorship.

TERMS AND CONDITIONS APPLICABLE TO ALL SOLE PROPRIETORSHIP ACCOUNTS

You affirm that you are the sole proprietor of the sole proprietorship named on the signature card or share certificate. We may accept and/or endorse checks made payable to you or the sole proprietorship named on the signature card which we receive for deposit. Funds received are subject to the Credit Union's policy on Delayed Availability of Deposited Funds.

You understand that you are pledging any or all of the shares on deposit in the Account as collateral security for any loan or loans subject to then current loan policies.

If a Checking Account is opened with us, you agree that the Account shall be governed by the terms of this Account Agreement as well as the terms of the Checking Account Agreement.

TERMS AND CONDITIONS APPLICABLE TO ALL CORPORATE, PARTNERSHIP, AND UNINCORPORATED ASSOCIATION

1. The persons named on the signature card duly authorized to make certification, certify that at a regularly held meeting the person(s) named were elected or appointed officers of said corporation or organization or are duly acting partners of said partnership, and that by virtue of the authority vested in you by the constitution, bylaws or otherwise, any one (1) of the signatures, as named on the signature card, is authorized and empowered to transact business of any character whatsoever in connection with the Account. You certify that the signature(s) appearing on the signature card are the genuine signature(s) of said authorized person(s); and that your authority shall continue in force until written notice to the contrary is received by us.
2. You understand that you are pledging any or all of the shares on deposit in the Account as collateral security for any loan or loans subject to then current loan policies.
3. If a Checking Account is opened with us, you agree that the Account shall be governed by the terms of this Account Agreement as well as the terms of the Checking Account Agreement.

DISCLOSURE OF DELAYED AVAILABILITY OF DEPOSITED FUNDS

Our policy is to make funds from your cash and check deposits available to you not later than the first business day after we receive your deposit. Electronic direct deposits will be available on the effective date of the deposit. Once they are available, you can withdraw the funds in cash and we will use the funds to pay checks that you have written.

For determining the availability of your deposits, every day is a business day, except Saturdays, Sundays, and federal holidays. If you make a deposit on a business day that we are open, Monday through Friday 9:00AM to 5:30PM, we will consider that day to be the day of your deposit. However, if you make a deposit on a non-business day or on a day we are not open, we will consider that the deposit was made on the next

business day we are open.

LONGER DELAYS MAY APPLY

In some cases, we will not make all of the funds that you deposit by check available to you on the first business day after your deposit. Depending on the type of check that you deposit, funds may not be available until the second business day after the day of your deposit. However, the first \$200 of your deposits will be available on the first business day after the day of deposit.

If we are not going to make all the funds from your deposit available on the first business day after your deposit, we will notify you at the time you make your deposit. We will also tell you when the funds will be available. If your deposit is not made directly to one of our employees (for example, at an ATM, or Night Drop), or if we decide to take this action after you have left the premises, we will mail you the notice by the day after we receive your deposit.

Deposits at Non proprietary Automated Teller Machine (ATMs): Funds from any deposits (cash or checks) made at non proprietary ATMs we do not own or operate may not be available until the fifth business day after the day of your deposit. This rule does not apply at ATMs that we own or operate. All ATMs that we own or operate are identified as our machines.

If you will need the funds from a deposit right away, you should ask us when the funds will be available. In addition, funds you deposit by check may be delayed for a longer period under the following circumstances:

- We believe the collectibility of a check you deposited is doubtful.
- You deposit checks totaling more than \$5,000 on any one day.
- You re-deposit a check that has been returned unpaid.
- You have overdrawn your Account six or more times in a six month period.
- There is an emergency, such as failure of communications or computer equipment.

We will notify you if we delay your ability to withdraw funds for any of these reasons, and we will tell you when the funds will be available. They will generally be available no later than the seventh business day after the day of your deposit.

SPECIAL RULES FOR NEW ACCOUNTS

If you are a new member, the following special rules will apply during the first 30 days your Account is open.

Funds from electronic direct deposits to your Account will be available on the effective date of the deposit. Funds from deposits of cash, wire transfers, and the first \$5,000 of a day's total deposits of cashier's, certified, teller's, traveler's and federal, state, and local government checks will be available on the first business day after your deposit if the deposit meets certain conditions. For example, the checks must be payable to you. The excess over \$5,000 will be available on the ninth business day after the day of your deposit. If your deposit of these checks (other than a U.S. Treasury check) is not made in person to one of our employees, the first \$5,000 will not be available until the second business day after the day of your deposit.

Funds from all other check deposits will be available on the ninth business day after the day of your deposit.

OTHER METHODS OF HOLDS ON FUNDS

Holds on Other Funds (Check Cashing): If we cash a check for you that is drawn on another bank, we may withhold the availability of a corresponding amount of funds that are already in your Account. Those funds will be available at the time funds from the check we cashed would have been available if you had deposited it.

Holds on Other Funds (Other Account): If we accept for deposit a check that is drawn on another bank, we may make funds from the deposit available for withdrawal immediately but delay your availability to withdraw a corresponding amount of funds that you have on deposit in another Account with us. The funds in the other Account would then not be available for withdrawal until the time periods that are described elsewhere in this disclosure for the type of check that you deposited.



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