Andrews
FEDERAL CREDIT UNION

Truth-In-Savings Disclosure

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Truth-In-Savings Disclosure

Dividend rates and corresponding yields for all products are listed on Andrews Federal Credit Union's (Andrews Federal's) rate sheet, a copy of which will be provided at the time you open your account or upon request. Dividend rates are also available by calling us at **800.487.5500** or visiting our website at **www.andrewsfcu.org.**

Base Share Savings Account

Dividends: The prospective dividend rate and corresponding annual percentage yield may change at our sole discretion, at any time, and without notice. Dividends begin to accrue on the business day cash or non-cash items (for example, checks) are deposited. Dividends are calculated by the average daily balance method, which applies a periodic rate to the average daily balance in the account on a quarterly basis. 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. You must maintain a minimum average daily balance of $100.00 in your account to obtain the prospective dividend rate and corresponding annual percentage yield disclosed. Dividends are credited and compounded quarterly. For this account, 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 this example is April 1. Dividends are based on our current income and available earnings, after required transfer to reserves, at the end of each dividend period and, thus, cannot be guaranteed. Federal regulations prohibit payment of dividends in excess of available earnings.

Deposits: The minimum balance to open and maintain this account is the purchase of a $5.00 (par value) share in Andrews Federal. Additional deposits may be made in any amount and at any time. The par value of a share in Andrews Federal is $5.00.

Withdrawals: There are limits on certain withdrawals and transfers that may be made from the account. Subject to availability, up to six preauthorized or automatic transfers of funds are permitted from your account per month to another of your accounts with us, or to a third party. Preauthorized or automatic transfers include transfers made through the Automated Phone Service or Online Banking from the account to any of your other accounts with us or to a third party; overdraft agreements where money is automatically taken from this account to cover overdrafts in any of your other accounts; and pre-authorized, automatic transfers (ACH) made at a predetermined time from the account to any of your accounts with us or to a third party. The date the transfer clears the account will determine whether these limits have been exceeded during any month. We have no duty to honor withdrawals or transfers beyond the applicable limits. If, within our sole discretion, we honor withdrawals or transfers that are beyond the applicable limits, we may impose excess transaction fees as described in the *Schedule of Fees*. IF THESE LIMITATIONS ARE EXCEEDED, WE MAY, IN OUR SOLE DISCRETION, TRANSFER FUNDS TO ANOTHER

ACCOUNT THAT YOU ARE ELIGIBLE TO MAINTAIN. There is no limit on the frequency or amount of withdrawals or transfers that may be made either in person or (subject to availability) by mail, messenger, telephone (but by telephone only when a check for the withdrawn funds is mailed directly to you) or ATM, but each such withdrawal or transfer must be made only using those forms and devices provided or approved by us for this type of account. Also, there is no limitation on transfers for the purpose of repaying loans and associated expenses where the loan has been made by us. Notwithstanding any other provision, we may at any time require you to give written notice of an intention to withdraw or transfer funds from the account not less than seven days and up to 60 days prior to withdrawal.

Refer to Andrews Federal's *Schedule of Fees* and *Membership Guide* for additional account terms and conditions.

AndrewSaver Savings Account

Dividends: The prospective dividend rate on the account and the corresponding prospective annual percentage yield may change at our sole discretion, at any time, and without notice. Dividends begin to accrue on the business day cash or non-cash items (for example, checks) are deposited. Dividends are calculated by the average daily balance method, which applies a periodic rate to the average daily balance in the account on a quarterly basis. 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. Dividends will begin to accrue when $25.00 is on deposit. You must maintain a minimum average daily balance of $25.00 to obtain the prospective dividend rate and corresponding annual percentage yield disclosed. Dividends are credited and compounded quarterly. For this account, 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 this example is April 1. Dividends are based on our current income and available earnings, after required transfer to reserves, at the end of each dividend period and, thus, cannot be guaranteed. Federal regulations prohibit payment of dividends in excess of available earnings.

Deposits: The minimum balance to open this account is $5.00. If this is the first account you have opened at Andrews Federal, the $5.00 represents purchase of a share in Andrews Federal. Additional deposits may be made in any amount and at any time. The minimum balance to maintain this account is $5.00, the par value of a share in Andrews Federal.

Withdrawals: There are limits on certain withdrawals and transfers that may be made from the account. Subject to availability, up to six preauthorized or automatic transfers of funds are permitted from your account per month to another of your accounts with us, or to a third party. Preauthorized or automatic transfers include transfers made through the Automated Phone Service or Online Banking from the account to any of your other accounts with us or to a third

party; overdraft agreements where money is automatically taken from this account to cover overdrafts in any of your other accounts; and preauthorized, automatic transfers (ACH) made at a predetermined time from the account to any of your other accounts with us or to a third party. The date the transfer clears the account will determine whether these limits have been exceeded during any month. We have no duty to honor withdrawals or transfers beyond the applicable limits. If, within our sole discretion, we honor withdrawals or transfers that are beyond the applicable limits, we may impose excess transaction fees as described in the *Schedule of Fees*. IF THESE LIMITATIONS ARE EXCEEDED, WE MAY, IN OUR SOLE DISCRETION, BUT AS PERMITTED BY LAW, CLOSE YOUR ACCOUNT AND/OR TRANSFER FUNDS TO ANOTHER ACCOUNT THAT YOU ARE ELIGIBLE TO MAINTAIN. There is no limit on the frequency or amount of withdrawals or transfers that may be made either in person or (subject to availability) by mail, messenger, telephone (but by telephone only when a check for the withdrawn funds is mailed directly to you) or ATM, but each such withdrawal or transfer must be made only using those forms and devices provided or approved by us for this type of account. Also, there is no limitation on transfers for the purpose of repaying loans and associated expenses where the loan has been made by us. Notwithstanding any other provision, we may at any time require you to give written notice of an intention to withdraw or transfer funds from the account not less than seven days and up to 60 days prior to withdrawal.

Refer to Andrews Federal's *Schedule of Fees* and *Membership Guide* for additional account terms and conditions.

Planners' Savings Account

Dividends: The prospective dividend rate on the account and the corresponding prospective annual percentage yield may change at our sole discretion at any time, and without notice. Dividends begin to accrue on the business day cash or non-cash items (for example, checks) are deposited. Dividends are calculated by the average daily balance method, which applies a periodic rate to the average daily balance in the account on a quarterly basis. 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. You must maintain a minimum average daily balance of $100.00 in your account to obtain the prospective dividend rate and corresponding annual percentage yield disclosed. Dividends are credited and compounded quarterly. For this account, 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 this example is April 1. Dividends are based on our current income and available earnings, after required transfer to reserves, at the end of each dividend period and, thus, cannot be guaranteed. Federal regulations prohibit payment of dividends in excess of available earnings.

Deposits: The minimum balance to open this account is $5.00. Additional deposits may be made in any amount and at any time.

Withdrawals: There are limits on certain withdrawals and transfers that may be made from the account. Subject to availability, up to six preauthorized or automatic transfers of funds are permitted from your account per month to another of your accounts with us, or to a third party. Preauthorized or automatic transfers include transfers made through the Automated Phone Service or Online Banking from the account to any of your other accounts with us or to a third party; overdraft agreements where money is automatically taken from this account to cover overdrafts in any of your other accounts; and preauthorized, automatic transfers (ACH) made at a predetermined time from the account to any of your other accounts with us or to a third party. The date the transfer clears the account will determine whether these limits have been exceeded during any month. We have no duty to honor withdrawals or transfers beyond the applicable limits. If, within our sole discretion, we honor withdrawals or transfers that are beyond the applicable limits, we may impose excess transaction fees as described in the *Schedule of Fees*. IF THESE LIMITATIONS ARE EXCEEDED, WE MAY, IN OUR SOLE DISCRETION, TRANSFER FUNDS TO ANOTHER ACCOUNT THAT YOU ARE ELIGIBLE TO MAINTAIN. There is no limit on the frequency or amount of withdrawals or transfers that may be made either in person or (subject to availability) by mail, messenger, telephone (but by telephone only when a check for the withdrawn funds is mailed directly to you) or ATM, but each such withdrawal or transfer must be made using only those forms and devices provided or approved by us for this type of account. Also, there is no limitation on transfers for the purpose of repaying loans and associated expenses where the loan has been made by us. Notwithstanding any other provision, we may at any time require you to give prior written notice of an intention to withdraw or transfer funds from the account not less than seven days and up to 60 days prior to withdrawal.

Refer to Andrews Federal's *Schedule of Fees* and *Membership Guide* for additional account terms and conditions.

Looney Tunes Youth Base Share Savings Account

Dividends: This account is available to members who are under 18 years of age. The prospective dividend rate on the account and the corresponding prospective annual percentage yield may change at our sole discretion, at any time, and without notice. Dividends begin to accrue on the business day cash or non-cash items (for example, checks) are deposited. Dividends are calculated by the average daily balance method, which applies a periodic rate to the average daily balance in the account on a quarterly basis. 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. Dividends will begin to accrue when $5.00 is on deposit. You must maintain a minimum average daily balance of $5.00 to obtain the prospective dividend rate and corresponding annual percentage yield disclosed. Dividends are credited and compounded quarterly. For this account, 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 this example is April 1. Dividends are based on our current income and available earnings, after required transfer to reserves, at the end of each dividend period and, thus, cannot be guaranteed. Federal regulations prohibit payment of dividends in excess of available earnings.

Deposits: The minimum balance to open this account is the purchase of a $5.00 (par value) share in Andrews Federal. Additional deposits may be made in any amount and at any time. The minimum balance to maintain this account is $5.00, the par value of a share in Andrews Federal.

Withdrawals: There are limits on certain withdrawals and transfers that may be made from the account. Subject to availability, up to six preauthorized or automatic transfers of funds are permitted from your account per month to another of your accounts with us, or to a third party. Preauthorized or automatic transfers include transfers made through the Automated Phone Service or Online Banking from the account to any of your other accounts with us or to a third party; overdraft agreements where money is automatically taken from this account to cover overdrafts in any of your other accounts; and preauthorized, automatic transfers (ACH) made at a predetermined time from the account to any of your other accounts with us or to a third party. The date the transfer clears the account will determine whether these limits have been exceeded during any month. We have no duty to honor withdrawals or transfers beyond the applicable limits. If, within our sole discretion, we honor withdrawals or transfers that are beyond the applicable limits, we may impose excess transaction fees as described in the *Schedule of Fees*. IF THESE LIMITATIONS ARE EXCEEDED, WE MAY, IN OUR SOLE DISCRETION, TRANSFER FUNDS TO ANOTHER ACCOUNT THAT YOU ARE ELIGIBLE TO MAINTAIN. There is no limit on the frequency or amount of withdrawals or transfers that may be made either in person or (subject to availability) by mail, messenger, telephone (but by telephone only when a check for the withdrawn funds is mailed directly to you) or ATM, but each such withdrawal or transfer must be made only using those forms and devices provided or approved by us for this type of account. Also, there is no limitation on transfers for the purpose of repaying loans and associated expenses where the loan has been made by us. Notwithstanding any other provision, we may at any time require you to give written notice of an intention to withdraw or transfer funds from the account not less than seven days and up to 60 days prior to withdrawal.

Refer to Andrews Federal's *Schedule of Fees* and *Membership Guide* for additional account terms and conditions

IRA Savings Account

Dividends: The prospective dividend rate and corresponding annual percentage yield may change at our sole discretion, at any time, and without notice. Dividends begin to accrue on the business day cash or non-cash items (for example, checks) are deposited. Dividends are calculated by the average daily balance method, which applies a periodic rate to the average daily balance in the account on a quarterly basis. 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. You must maintain a

minimum average daily balance of $100.00 in your account to obtain the prospective dividend rate and corresponding annual percentage yield disclosed. Dividends are credited and compounded quarterly. For this account, 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 this example is April 1. Dividends are based on our current income and available earnings, after required transfer to reserves, at the end of each dividend period and, thus, cannot be guaranteed. Federal regulations prohibit payment of dividends in excess of available earnings.

Deposits: The minimum balance to open this account is $5.00. Additional deposits may be made in any amount and at any time. Deposits over a certain amount per year may trigger tax liabilities under federal tax laws governing IRA accounts. Andrews Federal is not responsible for monitoring the maximum amount of deposits that may be made under such laws.

Withdrawals: Requests to withdraw funds must be made in writing by the account owner. Andrews Federal does not limit the frequency or amount of such withdrawals. However, regardless of whether a penalty or limit on withdrawals is imposed by Andrews Federal, withdrawals from the account are subject to the income tax payments, penalties and limits imposed by the federal government as specified by federal tax laws governing IRA accounts and the IRA retirement plan documents for this account. Notwithstanding any other provision, we may at any time require you to give prior written notice of any intention to withdraw or transfer funds from the account not less than seven days and up to 60 days prior to withdrawal.

Refer to Andrews Federal's *Membership Guide*, the *Schedule of Fees* and the retirement plan documents which establish your IRA plan with Andrews Federal for additional account terms.

Coverdell Educational Savings Account

Dividends: The prospective dividend rate on the account and the corresponding prospective annual percentage yield may change at our sole discretion, at any time, and without notice. Dividends begin to accrue on the business day cash or non-cash items (for example, checks) are deposited. Dividends are calculated by the average daily balance method, which applies a periodic rate to the average daily balance in the account on a quarterly basis. 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. You must maintain a minimum average daily balance of $100.00 to obtain the prospective dividend rate and corresponding annual percentage yield disclosed. Dividends are credited and compounded quarterly. For this account, 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 this example is April 1.

Dividends are based on our current income and available earnings, after required transfer to reserves, at the end of each dividend period and, thus, cannot be guaranteed. Federal regulations prohibit payment of dividends in excess of available earnings.

Deposits: The minimum balance to open this account is $5.00. Additional deposits may be made in any amount and at any time. Deposits over a certain amount per year may trigger tax liabilities under federal tax laws governing Coverdell Education accounts. Andrews Federal is not responsible for monitoring the maximum amount of deposits that may be made under such laws.

Withdrawals: Requests to withdraw funds must be made in writing by any person identified on the account to make withdrawals. Andrews Federal does not limit the frequency or amount of such withdrawals. However, regardless of whether a penalty or limit on withdrawals is imposed by Andrews Federal, withdrawals from the account are subject to the income tax payments, penalties and limits imposed by the federal government as specified by federal tax laws governing Coverdell Education accounts and the documents for this account. Notwithstanding any other provision, we may at any time require you to give prior written notice of any intention to withdraw or transfer funds from the account not less than seven days and up to 60 days prior to withdrawal.

Refer to Andrews Federal's *Membership Guide*, the *Schedule of Fees* and the plan documents which establish your Coverdell Education account for additional account terms.

Money Market Account

Dividends: The prospective dividend rate and corresponding annual percentage yield may change at our sole discretion, at any time, and without notice. Dividends begin to accrue on the business day cash or non-cash items (for example, checks) are deposited. Dividends are calculated by the average daily balance method, which applies a periodic rate to the average daily balance in the account on a monthly basis. 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. There is no minimum average daily balance required to earn dividends, but higher average daily balances may earn higher dividend rates. Dividends are credited and compounded monthly. For this account, 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 this example is February 1. Dividends are based on our current income and available earnings, after required transfer to reserves, at the end of each dividend period and, thus, cannot be guaranteed. Federal regulations prohibit payment of dividends in excess of available earnings.

Deposits: The minimum balance to open this account is $1,000.00. Additional deposits may be made in any amount and at any time.

Withdrawals: There are limits on certain withdrawals and transfers that may be made from the account. Subject to availability, up to six

preauthorized or automatic transfers of funds are permitted from your account per month to another of your accounts with us, or to a third party, of which only three such transfers may be made of negotiable order of withdraw, check, draft, or similar order. Preauthorized or automatic transfers include transfers made through the Automated Phone Service or Online Banking from the account to any of your other accounts with us or to a third party; overdraft agreements where money is automatically taken from this account to cover overdrafts in any of your other accounts; and preauthorized, automatic transfers (ACH) made at a predetermined time from the account to any of your other accounts with us or to a third party. The date the check, withdrawal item, or other transfer clears the account will determine whether these limits have been exceeded during any month. We have no duty to honor withdrawals or transfers beyond the applicable limits. If, within our sole discretion, we honor withdrawals or transfers that are beyond the applicable limits, we may impose excess transaction fees as described in the *Schedule of Fees*. IF THESE LIMITATIONS ARE EXCEEDED, WE MAY, IN OUR SOLE DISCRETION, TRANSFER FUNDS TO ANOTHER ACCOUNT THAT YOU ARE ELIGIBLE TO MAINTAIN. There is no limit on the frequency or amount of withdrawals or transfers that may be made either in person or (subject to availability) by mail, messenger, telephone (but by telephone only when a check for the withdrawn funds is mailed directly to you) or ATM, but each such withdrawal or transfer must be made only using those forms and devices provided or approved by us for this type of account. Also, there is no limitation on transfers for the purpose of repaying loans and associated expenses where the loan has been made by us. Notwithstanding any other provision, we may at any time require you to give written notice of an intention to withdraw or transfer funds from the account not less than seven days and up to 60 days prior to withdrawal.

Refer to Andrews Federal's *Schedule of Fees* and *Membership Guide* for additional account terms and conditions.

FREE Checking Account

Dividends: No dividends are paid on this account.

Deposits: The minimum balance to open this account is $0.00. There is no minimum balance to maintain this account. Additional deposits may be made in any amount and at any time.

Withdrawals: There is no limit on the frequency or amount of withdrawals or transfers that may be made directly to another of your accounts with us, or to third parties, either in person or by (subject to availability) negotiable order of withdraw, check, draft, debit card, electronic order, or instruction, mail, messenger, telephone, or ATMs, but each such withdrawal or transfer must be made only using those forms and devices provided or approved by us for this type of account. Notwithstanding any other provision, we may at any time require you to give prior written notice of an intention to withdraw or transfer any funds from the account not less than seven days and up to 60 days prior to withdrawal.

Refer to Andrews Federal's *Schedule of Fees* and *Membership Guide* for additional account terms and conditions.

Advantage Checking Account

Dividends: The prospective dividend rate and corresponding annual percentage yield may change at our sole discretion, at any time, and without notice. Dividends begin to accrue on the business day cash or non-cash items (for example, checks) are deposited. Dividends are calculated by the average daily balance method, which applies a periodic rate to the average daily balance in the account on a quarterly basis. 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. You must maintain a minimum average daily balance of $5,000.00 in your account to obtain the prospective dividend rate and corresponding annual percentage yield disclosed. Dividends are credited and compounded quarterly. For this account, 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 this example is April 1. Dividends are based on our current income and available earnings, after required transfer to reserves, at the end of each dividend period and, thus, cannot be guaranteed. Federal regulations prohibit payment of dividends in excess of available earnings.

Deposits: The minimum balance to open this account is $0.00. There is no minimum balance to maintain this account. Additional deposits may be made in any amount and at any time.

Withdrawals: There is no limit on the frequency or amount of withdrawals or transfers that may be made directly to another of your accounts with us, or to third parties, either in person or by (subject to availability) negotiable order of withdraw, check, draft, debit card, electronic order, or instruction, mail, messenger, telephone, or ATMs, but each such withdrawal or transfer must be made only using those forms and devices provided or approved by us for this type of account. Notwithstanding any other provision, we may at any time require you to give prior written notice of an intention to withdraw or transfer any funds from the account not less than seven days and up to 60 days prior to withdrawal.

Additional Requirements: To qualify for this account, you must either:

a. Apply for an Andrews Federal Visa® Platinum credit card, *or*

b. Currently have an Andrews Federal Visa® Platinum credit card

Refer to Andrews Federal's *Schedule of Fees, Membership Guide* and *Rate Sheet* for additional account terms and conditions.

Second Chance Checking Account

Dividends: No dividends are paid on this account.

Deposits: The minimum balance to open this account is $0.00. There is no minimum balance to maintain this account. Additional deposits may be made in any amount and at any time.

Withdrawals: There is no limit on the frequency or amount of withdrawals or transfers that may be made directly to another of your accounts with us, or to third parties, either in person or by (subject to

availability) negotiable order of withdraw, check, draft, debit card, electronic order, or instruction, mail, messenger, telephone, or ATMs, but each such withdrawal or transfer must be made only using those forms and devices provided or approved by us for this type of account. Notwithstanding any other provision, we may at any time require you to give prior written notice of an intention to withdraw or transfer any funds from the account not less than seven days and up to 60 days prior to withdrawal.

Additional Requirements: Financial education is required to qualify.

Refer to Andrews Federal's *Schedule of Fees* and *Membership Guide* for additional account terms and conditions.

Fixed-Rate Share Certificates In General

Andrews Federal is pleased to offer a variety of Term Share Certificates subject to terms and conditions contained in these disclosures and other agreements with us. (When you purchase a Term Share Certificate, the maturity date will be recorded on Andrews Federal's *Rate Sheet.*) The following disclosures apply to all Fixed-Rate Share Certificates.

Rate information — The dividend rate and corresponding annual percentage yields (APYs) are determined by our Board of Directors. The dividend rate will be fixed for the term of the Share Certificate purchased. We may modify offering rates without notice.

Compounding frequency — Unless otherwise paid, dividends will be compounded every quarter.

Crediting frequency — Dividends will be credited to your account every quarter. Alternatively, you may choose to have dividends paid to you or to another account every quarter rather than credited to this account.

Dividend period — The dividend period is the term of the account.

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 quarter.

Accrual of dividends on non-cash deposits - Dividends begin to accrue on the business day cash or non-cash items (for example, checks) are deposited.

Transaction limitations — After the account is opened, you may not make additions into the account until the maturity date stated on the account.

You may make withdrawals of principal from your account before maturity only if we agree at the time you request the withdrawal. Principal withdrawn before maturity is included in the amount subject to early withdrawal penalty.

Dividends credited during the term may be withdrawn at any time during the term. Dividends not withdrawn become part of the principal if the account is renewed for an additional term.

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

- If your account has an original maturity of 24 months or less:

  The penalty we may impose will be the greater of:
  - Seven days' dividends on the amount withdrawn, or
  - All dividends that have been earned during the 90 days preceding withdrawal.

- If your account has an original maturity date of 24 months or more:

  The penalty we may impose will be the greater of:
  - Seven days' dividends on the amount withdrawn, or
  - All dividends that have been earned during the 180 days preceding withdrawal.

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. See your plan disclosure if this account is part of an IRA or other tax qualified plan, or a Coverdell Education Account.

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. Fees may reduce earnings on the account.

Automatically renewable account — Accounts 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) or we receive written notice from you within the grace period mentioned below. 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 funds will be placed in a dividend bearing account. The renewal term for each fixed rate product will be the same (or similar) as the original term, beginning on the maturity date. The dividend rate will be the same rate we offer on new term share accounts on the maturity date, which have the same (or similar) term, minimum balance (if any) and other features as the original term share certificate account.

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

Additional Disclosures for Fixed-Rate Share Certificates

In addition to the disclosures above, the following disclosures apply to the specific share certificate accounts identified.

Bump-Up Share Certificate

Bump-Up Rate information — Because you may receive one dividend rate change to your certificate during its term (and any renewal term, if applicable), the dividend rate and APY on your certificate may change once during its term (and once during each renewal term).

Bump-up option — You purchase the certificate at the dividend rate and annual percentage yield in effect at the time of purchase. Offering rates for new certificates may change at any time without notice as determined by the Board of Directors. After the first seven days of our receipt of your initial deposit, you may require us one time to change the dividend rate on your certificate to the dividend rate we then offer for Bump-Up Certificates with the same initial term as the original term of your Bump-Up Certificate. If we discontinue offering Bump-Up Certificates, you may choose to bump-up the dividend rate to the then-current dividend rate of comparable amount and term fixed rate share certificates.

You are responsible for monitoring offering rates during the term of the account and contacting us to increase the account rate. Requests to increase the rate may be made in writing sent to the address listed below, in person at any branch office, or over the phone by calling one of the telephone numbers listed below. The new dividend rate will apply to your then current balance beginning no later than the close of business on the business day we receive your request, except that requests made on Saturdays will not be effective until the following business day. The new dividend rate will apply until your original account maturity date, which will not change.

We may honor the request for a dividend rate change by a joint account holder without first obtaining the consent of the other joint account holders.

Minimum balance requirements — The minimum balance required to open and maintain this account is $1,000.00. You must maintain a minimum average daily balance of $1,000.00 to obtain the disclosed annual percentage yield.

Time requirements — This Share Certificate account is issued for a qualifying term of 24 months.

Early withdrawal penalties — The dividend rate we will use to calculate early withdrawal penalties will be the dividend rate in effect at the time of the withdrawal.

Pledge for share secured loan — This account cannot be pledged as collateral for a secured loan.

Send written requests to exercise your option to increase rate to:

Andrews Federal Credit Union
Attn: Deposit Operations
P.O. Box 4000
Clinton, MD 20735-8000

Or

Call your branch or Member Care Center at
1.800.487.5500 (U.S.) or
0049.611.9787.530 or **DSN 337.6581** (Outside U.S.)

6-Month Share Certificate
Minimum balance requirements — The minimum balance required to open this account is $1,000.00.

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

Time requirements — This Share Certificate is issued for a qualifying period of 6 months.

7-Month Share Certificate
Minimum balance requirements — The minimum balance required to open this account is $1,000.00.

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

Time requirements — This Share Certificate is issued for a qualifying period of 7 months.

12-Month Share Certificate
Minimum balance requirements — The minimum balance required to open this account is $1,000.00.

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

Time requirements — This Share Certificate is issued for a qualifying period of 12 months.

15-Month Share Certificate
Minimum balance requirements — The minimum balance required to open this account is $1,000.00.

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

Share Certificates must be funded with new money. New money is defined as funds transferred/withdrawn from another financial institution.

Time requirements — This Share Certificate is issued for a qualifying period of 15 months.

18-Month Share Certificate
Minimum balance requirements — The minimum balance required to open this account is $1,000.00.

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

Time requirements — This Share Certificate is issued for a qualifying period of 18 months.

24-Month Share Certificate
Minimum balance requirements — The minimum balance required to open this account is $1,000.00.

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

Time requirements — This Share Certificate is issued for a qualifying period of 24 months.

36-Month Share Certificate
Minimum balance requirements — The minimum balance required to open this account is $1,000.00.

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

Time requirements — This Share Certificate is issued for a qualifying period of 36 months.

48-Month Share Certificate
Minimum balance requirements — The minimum balance required to open this account is $1,000.00.

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

Time requirements — This Share Certificate is issued for a qualifying period of 48 months.

60-Month Share Certificate
Minimum balance requirements — The minimum balance required to open this account is $1,000.00.

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

Time requirements — This Share Certificate is issued for a qualifying period of 60 months.

First Step Variable Rate Share Certificate

Rate information — This is a variable rate term share account. The dividend rate and annual percentage yield may change every dividend period, without notice, as determined by our Board of Directors.

Compounding frequency — Unless otherwise paid, dividends will be compounded every quarter.

Crediting frequency — Dividends will be credited to your account every quarter. Alternatively, you may choose to have dividends paid to you or to another account every quarter rather than credited to this account.

Dividend period — The dividend period for this account is quarterly. Dividends will be credited on the next business day following the close of each calendar quarter. 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 this example is April 1. Dividends are based on our current income and available earnings, after required transfer to reserves, at the end of each dividend period and, thus, cannot be guaranteed. Federal regulations prohibit payment of dividends in excess of available earnings.

Minimum balance requirements — The minimum balance required to open and maintain this account is $25.00. You must maintain a minimum average daily balance of $25.00 to obtain the disclosed annual percentage yield.

Time requirements — This Share Certificate is issued for a qualifying period of 12 months.

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 in the quarter.

Accrual of dividends on non-cash deposits — Dividends begin to accrue on the business day cash or non-cash items (for example, checks) are deposited.

Transaction limitations — After the account is opened, you must make additional monthly deposits through payroll deduction, periodic payment, or ACH credit until the maturity date stated on the account.

You may make withdrawals of principal from the account before maturity only if we agree at the time you request the withdrawal. Principal withdrawn before maturity is included in the amount subject to early withdrawal penalty.

Dividends credited during the term may be withdrawn at any time during the term. Dividends not withdrawn become part of principal if the account is renewed for an additional term.

Early withdrawal penalties (a penalty may be imposed for withdrawals before maturity) — The penalty we may impose will be the greater of:

- If your account has an original maturity of 24 months or less:

  The penalty we may impose will be the greater of:
  - Seven days' dividends on the amount withdrawn, or
  - All dividends that have been earned during the 90 days preceding withdrawal.

- If your account has an original maturity date of 24 months or more, the penalty we may impose will be the greater of:
  - Seven days' dividends on the amount withdrawn, or
  - All dividends that have been earned during the 180 days preceding withdrawal

In certain circumstances such as death or incompetence of an owner of the account, the law permits, or in some cases requires, the waiver of the early withdrawal penalty. See your plan disclosures if this account is part of an IRA or other tax qualified plan, or a Coverdell Education Account. Withdrawals that reduce the balance below the minimum balance required will cancel the certificate.

The dividend rate we will use to calculate early withdrawal penalties will be the dividend rate in effect at the time of the withdrawal.

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 — If the balance in this account is equal to or greater than $1,000.00 on the maturity date, it will automatically renew as a 12-Month Fixed-Rate Share Certificate

earning the dividend rate in effect for that account at the time of maturity. If the balance in this account is less than $1,000.00 on the maturity date, it will automatically renew with a renewal term the same (or similar) as the original term, beginning on the maturity date. Dividends will be calculated on the same basis as during the original term. You may prevent renewal if you withdraw the funds in the account at maturity (or within the grace period mentioned below) or we receive written notice from you within the grace period mentioned below. 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 funds will be placed in a dividend bearing account.

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

Pledge for share secured loan — This account cannot be pledged as collateral for a secured loan.

Refer to Andrews Federal's *Schedule of Fees* and *Membership Guide* for additional account terms and conditions.

www.andrewsfcu.org

OP2055 (03/09)

Andrews
FEDERAL CREDIT UNION

Important Information About Your Account

This notice amends our *Truth-In-Savings Disclosure* ("*Disclosure*"). If there is any disagreement between this notice and the aforementioned *Disclosure*, this notice shall be controlling.

EFFECTIVE SEPTEMBER 1, 2008

Fixed-Rate Share Certificates In General

This notice is to inform you of the terms and conditions of the following certificates:

6-Month Share Certificate

Minimum balance requirements—The minimum balance required to open this account is $1,000.00.

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

Time requirements—This Share Certificate is issued for a qualifying period of 6 months.

18-Month Share Certificate

Minimum balance requirements—The minimum balance required to open this account is $1,000.00.

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

Time requirements—This Share Certificate is issued for a qualifying period of 18 months.

36-Month Share Certificate

Minimum balance requirements—The minimum balance required to open this account is $1,000.00.

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

Time requirements—This Share Certificate is issued for a qualifying period of 36 months.

48-Month Share Certificate

Minimum balance requirements—The minimum balance required to open this account is $1,000.00.

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

Time requirements—This Share Certificate is issued for a qualifying period of 48 months.

60-Month Share Certificate

Minimum balance requirements—The minimum balance required to open this account is $1,000.00.

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

Time requirements—This Share Certificate is issued for a qualifying period of 60 months.

Your savings federally insured to at least $100,000
NCUA
National Credit Union Administration,
a U.S. Government Agency