

### **SHARE CERTIFICATE ACCOUNT DISCLOSURE**

Upon the death of the Primary Owner, an existing certificate may be transferred to the Joint Owner. If there is no Joint Owner, the certificate will be redeemed and the funds will be credited to the Share Savings Account, pending instructions from an authorized party.

#### **BALANCE COMPUTATION METHOD:**

- Dividends accrue daily and are compounded quarterly.
- The Rate and Annual Percentage Yield may change at any time prior to purchase, as determined by the Board of Directors.
- The minimum Balance for a Regular Share Certificate is \$5,000.00.
- The minimum Balance for an IRA Share Certificate is \$4,000.00.
- The minimum Balance for a Jumbo Share Certificate is \$1,000,000.00.
- You must notify the Credit Union in writing if you wish to have the dividends compounded or transferred to your Share Account.
- Dividends earned may be withdrawn without penalty at any time during the period in which the dividend was earned, but prior to the payment of the next dividend. Only withdrawals of the entire dividend will be permitted. Partial withdrawal shall be subject to the early redemption penalty.
- The Joint Owner and Beneficiary changes are permitted at any time.
- Only two Certificates for the same term and title are allowed on the same day.
- Refer to your IRA Application and Disclosures for all other rules and regulations.

#### **PENALTIES FOR EARLY REDEMPTION ARE:**

- 9-12 Months term: Forfeiture of the first 90 days Dividend and a Reduction to the Share Savings Rate at the time of purchase.
- 18-60 Months term: Forfeiture of the first 180 days Dividend and a Reduction to the Share Savings Rate at the time of purchase.
- Penalty waived upon the Death of any Owner.
- Penalty Reduction Rate/APY is subject to change.
- An annual withdrawal from an IRA Certificate will be permitted without penalty for the purpose of your Required Minimum Distribution (RMD) from Melrose CU, no later than December 15th.

#### **FOR RENEWALS**

- The dividend Rate/APY have not yet been determined. Please contact the Credit Union at (718) 658-9800, then press "2" for current Share and Share Certificate Rates.
- Renewal Notices are mailed out approximately 30 days prior to Maturity.
- Keep a copy of this application to verify with your next statement.
- No paper certificates are issued.