

Every notice of maturity will either state the interest rate which will apply to the Certificate upon renewal or, if the renewal rate has not been determined, will state the date the renewal rate will be set and include a telephone number which you can call to learn the rate applicable to the Certificate at the time of renewal.

#### MONEY MARKET ACCOUNTS

All Money Market account interest will be compounded and credited MONTHLY based on the ACTUAL DAILY BALANCE in your account. In order to earn the stated interest, you must maintain the minimum balance requirements as set forth in THE TABLE BELOW.

| Account Type | Min Balance             | Compounded and Credited |
|--------------|-------------------------|-------------------------|
| Money Market | \$2,500.00-\$24,999.99  | Monthly                 |
| Shares       | \$25,000.00-\$49,999.99 | Monthly                 |
|              | \$50,000.00-\$74,999.99 | Monthly                 |
|              | \$75,000.00 and over    | Monthly                 |

Balances that fall below the ACTUAL DAILY BALANCE requirement on any day in the interest period will not receive interest for that reporting period.

#### TRANSACTION LIMITATIONS on ALL ACCOUNTS

Under Regulation D, excluding Checking accounts and Debit Card use as assigned to your Checking account, the member is permitted to make no more than six transfers and withdrawals, or a combination of such transfers and withdrawals, per calendar month or statement cycle (or similar period) of at least four weeks, to another credit union account of the member or to a third party by means of a preauthorized or automatic transfer, or telephonic (including data transmission) agreement, order or instruction, or by check, draft, debit card, or similar order made by the member and payable to third parties payable at or through a U.S. branch or correspondent financial institution will not be made available to you until we receive notification of payment.

#### INTEREST RATE and ANNUAL PERCENTAGE YIELD

No Rates or Annual Percentage Yields are shown in this brochure; please refer to the interest rate information posted in our branches and on our website at [www.OceanStateCU.org](http://www.OceanStateCU.org)

#### RIGHT TO REQUIRE

The credit union reserves the right to require a member intending to make a withdrawal to give written notice of such intent not less than seven days and up to 60 days before such withdrawal.

#### DORMANT ACCOUNT POLICY - ALL ACCOUNTS

If you are receiving statements from us, but you are not actively participating in the credit union, then by law we must consider accounts with no activity for a 12 month period as inactive and subject to an inactive account fee. If the inactive account status continues for 36 months or more, the account becomes dormant. You will be charged the then current applicable dormant account fee; any remaining funds will be escheated or turned over to the State of Rhode Island as required by law. Once the funds are sent to the State of Rhode Island Unclaimed Property Division, the credit union has no control of the funds. If funds have been turned over to the State of Rhode Island, they can be reclaimed by contacting the Rhode Island Treasury Department's Unclaimed Property Division at: State House, Room 102, Providence, RI 02903 Phone: (401) 222-6505 Fax: (401) 222-6140.

<http://www.treasury.ri.gov/unclaimedproperty/>

NOTE: Every effort has been made to ensure the accuracy of material contained in this brochure. However, some areas are subject to change based upon regulatory interpretation or additional congressional action. Consult your credit union or your tax advisor for more information.

## DISCLOSURES FOR OVERDRAFT PROGRAM For Paper Checks and Bill Pay Only

#### LIABILITY:

You agree, for yourself (and the person or entity you represent if you sign as a representative of another) to the terms of this account and the schedule of fees. You authorize us to deduct these charges directly from the account balance as accrued. You will pay any additional reasonable charges for services you request which are not covered in this agreement.

Each of you also agrees to be jointly and severally (individually) liable for any account shortage resulting from charges or overdrafts, whether caused by you or another with access to this account. This liability is due immediately, and can be deducted directly from the account balance whenever sufficient funds are available. You have no right to defer payment of this liability, and you are liable regardless of whether you signed the item or benefited from the charge or overdraft. This includes liability for our costs to collect the deficit including, to the extent permitted by law, our reasonable attorneys' fees.

#### PAYMENT OF ITEMS:

If an item is presented without sufficient funds in your account to pay it, we may, at our discretion, pay the item (creating an overdraft) or return the item (NSF) and you should deposit funds sufficient to cover your overdrafts and our fees immediately or on demand. The amounts of the overdraft and NSF fees are disclosed elsewhere. We encourage you to make careful records and practice good account management. This will help you avoid writing checks or drafts without sufficient funds and incurring the resulting fees.

#### SETOFF:

We may (without prior notice and when permitted by law) set off funds in this account against any due and payable debt you owe us now or in the future, by any of you having the right of withdrawal, to the extent of such persons' or legal entity's right to withdraw. If the debt arises from a note, "any due and payable debt" includes the total amount of which we are entitled to demand payment under the terms of the note at the time we set off, including any balance the due date for which we properly accelerate under the note.

This right of setoff does not apply to this account if: (a) it is an IRA or other tax-deferred retirement account, or (b) the debt is created by a consumer credit transaction under a credit card plan (but this does not affect our rights under any consensual security interest), or (c) the debtor's right of withdrawal only arises in a representative capacity. We will not be liable for the dishonor of any check when the dishonor occurs because we set off a debt against this account. You agree to hold us harmless from any claim arising as a result of our exercise of our right of setoff.

#### YOU MAY ALWAYS OPT-OUT

You may choose at any time to not participate in Discretionary Overdraft Privilege by notifying one of our associates, who will explain what this ("opt-out") means. If you choose to opt-out, payment of an item may be denied, or returned unpaid, and non-sufficient fund fees may be incurred on your account as well from the payee. To opt-out of our overdraft service, or to obtain information about other alternatives, call us at Phone (401) 397-1900 or write to us at 2006 Nooseneck Hill Road, Coventry RI 02816.

#### A DISCRETIONARY SERVICE

Our Overdraft Privilege Service does not constitute an actual or implied agreement between you and us. Nor does it constitute an actual or implied obligation of or by us. Our service represents a purely discretionary courtesy or privilege that we may provide to you from time to time and which may be withdrawn or withheld by us at any time without prior notice or reason or cause.



COVENTRY | NORTH KINGSTOWN  
WEST WARWICK

Toll Free: 877.397.1900

Online Banking: [OceanStateCU.org](http://OceanStateCU.org)

Mobile Banking:



Telephone Banking:

401.397.8021 or 800.822.8077

#### LOCATIONS:

NORTH KINGSTOWN OFFICE  
7373 Post Road  
North Kingstown, RI 02852

PHENIX OFFICE  
744 Main Street  
West Warwick, RI 02893

MAIN STREET OFFICE  
1076 Main Street  
Coventry, RI 02816

NOOSENECK HILL ROAD OFFICE  
1584 Nooseneck Hill Road  
Coventry, RI 02816

OPERATIONS CENTER  
2006 Nooseneck Hill Road  
Coventry, RI 02816



Federally insured by NCUA

OSCU-1001 Rev 7/17



TRUTH  
IN SAVINGS  
DISCLOSURE

## TRUTH IN SAVINGS DISCLOSURE STATEMENT

This brochure, including any individual account brochures that accompany it is intended to provide information about one or more accounts offered by the credit union. Included where applicable is information regarding the interest rate, annual percentage yield, any minimum balance requirement, withdrawal terms, fees and other important account information to assist you in making an informed decision about investing your savings. Should you have any questions about these disclosures, about our current interest rates, annual percentage yield, or otherwise, please call a Member Service Representative at (401) 397-1900 or (877) 397-1900.

THE FOLLOWING FACTORS MAY AFFECT THE AMOUNT OF INTEREST ON YOUR ACCOUNTS

### NATURE OF INTEREST AND RELATION TO ANNUAL PERCENTAGE YIELD (APY)

Except in the case of Certificate of Deposit accounts (where the interest rate is fixed for the term of the account certificate), interest may be paid only from current income and accumulated earnings, after required transfers to reserves at the end of each interest period. The interest rate and annual percentage yield applicable to an account may change from time to time at the discretion of credit union's Board of Directors. The credit union interest period is QUARTERLY or MONTHLY as noted beginning on the first day of such period and ending on the last day of the period.

As used in these disclosures, (i) "interest rate" means the interest paid (or expected to be paid) on an account, without giving effect to the compounding of previously earned interest, shown as an annual figure and expressed as a percentage of the account balance; and (ii) "annual percentage yield" or "APY" means a percentage rate reflecting the total amount of interest expected to be earned per annum on an account, based on the interest rate and the frequency of compounding the accrued interest. All disclosures concerning the Annual Percentage Yield applicable to an account (other than Certificate of Deposit accounts further referenced in this brochure) assume that the interest rate disclosed remains in effect for one year and that Interest is not withdrawn.

### FREQUENCY OF COMPOUNDING INTEREST AND THE METHOD OF DETERMINING THE BALANCE ON WHICH INTEREST IS PAID

Interest is compounded based on the ACTUAL DAILY BALANCE in your account. You can compute the interest earned on your accounts each day by multiplying the then current simple annual interest rate times the ACTUAL balance in your account at the end of each day, divided by 365 days. The amount of interest you earn for each day will be added to your principal balance at the stated interest period.

If you WITHDRAW FUNDS from your SHARE account(s) before interest is paid, you will NOT receive interest accrued on the funds prior to withdrawal. Interest begins to accrue on the business day you deposit cash or noncash items (for example, checks). Although noncash items earn interest from the date they are credited to your account, the time when they may be withdrawn or otherwise become available for use is governed by the credit union's Funds Availability policy. If you CLOSE your account(s) prior to the accrued interest being credited, the accrued interest will not be paid.

In order for your deposit account to earn interest for interest period, you must maintain the ACTUAL daily balances disclosed in the table following this paragraph. If your ACTUAL daily balance falls below these minimums for that interest period, you will not earn any interest during that period. In order to earn the annual percentage

yield disclosed in the attached Rate Schedule for a particular account, you must meet the minimum balance requirement applicable to that account at all times.

| Account Type      | Compounded & Credited | Min. to Open | Interest Paid on Balances of |
|-------------------|-----------------------|--------------|------------------------------|
| Share Accounts    | Quarterly             | \$5.00       | \$10.00                      |
| Deposit Accounts  | Quarterly             | \$5.00       | \$5.00                       |
| Statement Savings | Monthly               | \$5.00       | \$5.00                       |

|  |     |         |     |
|--|-----|---------|-----|
| Personal Checking Account (Non Interest Bearing) | N/A | \$25.00 | N/A |
|--|-----|---------|-----|

A monthly service charge of \$5.00 will be assessed unless the following criteria are met during each statement cycle.

1. A minimum daily balance of \$1000.00 must be maintained throughout the statement cycle; and
2. A minimum of 8 Point of Sale (POS) purchases must be made using your Visa® Debit Card throughout the statement cycle.

The monthly service charge will be waived for the members aged 65 and over, estate accounts, and non-profit organizations.

We reserve the right to change the terms of this account at any time with proper notice.

|                      |        |                |
|----------------------|--------|----------------|
| Christmas Club       | Yearly | \$2.00 to open |
| and/or Vacation Club |        |                |

Designated weekly contribution equals the weekly amount for which the club was opened. Christmas and Vacation Club accounts are eligible to earn one 1/2 WEEK BONUS (in lieu of interest) as follows: All deposits must be made in 50 equal increments with a minimum deposit requirement of \$2.00 per week to a maximum deposit of \$50.00 per week. Maximum Bonus Payout will be equal to 50% of one designated weekly contribution. Example: a club account opened with a \$20.00 per week deposit requirement for 50 weeks will earn a bonus week of \$10.00 at the end of the Christmas or Vacation Club account calendar period. All deposited funds plus earned 1/2 WEEK BONUS (if applicable), will be transferred into your OSCU Share account at Club maturity. There is a \$5.00 early withdrawal fee which will also result in a forfeiture of the 1/2 WEEK BONUS offer. See a Member Service Representative with any questions.

|                          |         |             |
|--------------------------|---------|-------------|
| Mortgage Escrow*         |         | As required |
| Money Market             | Monthly | \$2,500.00  |
| (see Money Market tiers) |         |             |
| IRA Savings              | Monthly | \$500.00    |

\*Used to make payments for real estate taxes and homeowners insurance on your behalf when your mortgage is held by OSCU.

### COLLECTION OF NONCASH DEPOSITS

Every share draft, check or other item other than cash which is accepted for deposit in your account will be provisionally credited to your account on the day it is deposited and earn interest from the day it is so provisionally credited to your account; if, however, the credit union is subsequently unable in the normal course of business to obtain payment for that item, you will not earn any interest on that deposit.

### NOTICE OF CERTAIN CHANGES

We will notify you in writing at least 30 days prior to the effective date of changes of the sort described below which will reduce your Annual Percentage Yield or otherwise adversely affect your account.

- The frequency of compounding interest;
- The frequency of crediting interest;
- Minimum balance requirements; or
- Fees, charges and penalties.

We will not send you notice, however, of any change in the interest rate or Annual Percentage Yield applicable to any account where the interest rate is subject to change from time to time. Notice of changes in interest rates will be posted in credit union branch offices. You will not be notified of changes in fees for printing of share drafts/checks; please call a Member Service Representative. This information will be available at a credit union branch.

### GENERAL POLICIES AND PROCEDURES

We may refuse a withdrawal request if any documents or identification we or the law requires in connection with the withdrawal has not been presented to us. Although noncash deposits earn interest from the date first credited to your account, the time when they may be withdrawn or otherwise become available for use is governed by the credit union's Funds Availability Policy. By opening and maintaining an account with the credit union, you have agreed to the Rules and Regulations of the credit union and any amendments thereto. To open an account with the credit union, you must deposit \$5.00 in a Share Savings account (the par value of a share of the credit union). By law, the credit union may accept deposits only from persons who are members or who are eligible to become members, or certain other persons or entities. To obtain further information, contact a Member Service Representative.

### FEE SCHEDULE FOR ALL ACCOUNTS

Your Account will be charged any and all applicable fees as noted in our Fee Schedule. A copy is available upon request.

### CERTIFICATE OF DEPOSIT and IRA CERTIFICATE OF DEPOSIT ACCOUNTS

Here are some basic facts about your Certificate of Deposit and IRA Certificate of Deposit accounts. These disclosures are in addition to those on the account certificate. Once your account is opened, you may not make additional deposits to it. You may open a separate account at the then effective interest rate. By opening and maintaining an investment account with the credit union, you have agreed to the terms of the account as set forth here and on the certificate and any amendments thereto. The credit union may offer special rates, terms and conditions from time to time. A separate disclosure specific to these promotions will be provided in addition to this brochure. Interest may be sent quarterly or monthly in the form of a check; or may be transferred to another OSCU savings account when established at account opening otherwise interest must be taken at maturity.

Note: One (1) withdrawal may be made from one (1) IRA Certificate of Deposit Account per Member IRA Plan, per calendar year without penalty, in addition to any Required Minimum Distribution. Funds withdrawn from an IRA Certificate of Deposit Account may not be used to open another instrument with Ocean State Credit Union at a higher rate of interest.

### MATURITY

• Certificates of Deposit will renew as a new Certificate of Deposit of the same product type.

• IRA Certificates of Deposit will renew as a new IRA Certificate of Deposit of the same product type.

### SPECIAL RULES CONCERNING THE COMPOUNDING AND CREDITING OF INTEREST and MINIMUM BALANCES TO EARN THE DISCLOSED INTEREST

The credit union offers Fixed Rate Traditional Roth and Educational IRA Savings accounts and IRA Certificate of Deposit accounts. Rates and Annual Percentage Yield (APY) vary with term. See a Member Service Representative for details.

Interest is compounded and credited AS SHOWN IN THE TABLE BELOW based on the ACTUAL daily balance in your account.

| Account Type      | Min Balance | Compounded and Credited |
|-------------------|-------------|-------------------------|
| 1 year            | \$1,000.00  | Quarterly               |
| 18 months         | \$1,000.00  | Quarterly               |
| 2 years           | \$1,000.00  | Quarterly               |
| 3 years           | \$1,000.00  | Quarterly               |
| 4 years - 7 years | \$5,000.00  | Monthly                 |

### IRA Certificates

|                                      |          |           |
|--------------------------------------|----------|-----------|
| 1 year, 18 months, 2, 3, and 5 years | \$500.00 | Quarterly |
|--------------------------------------|----------|-----------|

For greater detail see Actual Certificate Issued with this brochure. For a full description of current CD offerings go to [www.OceanStateCU.org](http://www.OceanStateCU.org). Offered rates are subject to change without notice.

### EARLY WITHDRAWAL PENALTIES

You may not withdraw any funds from the principal balance in your account prior to maturity. To withdraw funds you must close the certificate in its entirety. Any remaining monies may be used to open a new certificate at the current rate of interest. Closing your account before maturity subjects your account to the penalties listed below. Any interest in your account at maturity will be considered part of the principal of the account upon any renewal and thereafter become subject to the credit union's rules concerning early withdrawal, as follows;

If the maturity date is one (1) year to three (3) years from the date of issuance or renewal, the penalty is an amount equal to 90 days interest.

If the maturity date is four (4) years to seven (7) years with a minimum balance requirement of \$5,000 the penalty is an amount equal to 180 days interest.

The penalties apply regardless of the length of time the funds have been on deposit at the credit union. The penalty may be taken from the principal balance of your account. The listed penalties do not apply to withdrawals subsequent to the death of a sole owner. We may waive or reduce this penalty in certain circumstances, such as the disability or incompetence of a sole owner. If the account is in two or more names and one owner dies or becomes mentally incompetent, the account will remain in effect until its scheduled maturity under the remaining joint owner's name(s). If this certificate is part of a qualified Roth IRA, tax-free only withdrawals may begin following the owner's attainment of not less than 59 1/2 years of age or if the withdrawal is made to your beneficiary upon your death, or you have become disabled, or for a first time home purchase provided the account has been in existence for 5 years. You are required to start taking distributions from your account upon achieving age 70 1/2. If this certificate is part of a qualified Education Savings Account (ESA), the early withdrawal penalty does not apply if the withdrawals equal the child's qualified higher education expenses. Otherwise, any withdrawal of earnings from the account is taxable and a 10% penalty tax may apply.

### CERTIFICATE MATURITY NOTICES AND RENEWALS

You may renew, transfer, or close your Certificate of Deposit at maturity. You will be asked to instruct the credit union by mail or in person. You will be notified in writing 30 Days before the maturity date of your Certificate of Deposit and unless you notify the credit union prior to maturity that your Certificate is not to be renewed, your account will at maturity automatically be renewed for an identical term at the then effective rate.