

Truth in Savings Disclosure

This describes the terms of the accounts offered by Beacon Federal. Additional disclosures for the accounts are included on the Rates Schedule and the Fees and Charges Schedule that accompany this document.

Savings Account

Access Account

Vacation and Holiday Club Account

Kids Club Savings Account *(Available to kids less than 18 years of age).*

Rate Information

- The current interest rate and annual percentage yield applicable to the above types of accounts as of the date these disclosures are given to you are stated in the accompanying Rates Schedule. Your interest rate and annual percentage yield may change.
- At our discretion, we may change the interest rate on your account at any time.

Compounding and Crediting

- Interest will be compounded and credited to your account on a monthly basis.
- If you close your account before interest is credited, you will not receive the accrued interest.

Balance Computation and Interest Determination

- We use the average-daily-balance method to calculate the amount on which interest is paid. The average daily balance is calculated by adding the principal in the account for each day of the period and dividing that figure by the number of days in the period.
- The average daily balance is then divided into tiers and a different interest rate is paid on the portion of the average daily balance that falls within each of the tiers. Interest at the stated interest rate shown on the current Rates Schedule is paid only on that portion of the average daily balance that falls within the specified tier shown on the current Rates Schedule.
- Interest begins to accrue no later than the business day we receive credit for the deposit of non-cash items (for example, checks).

Transaction Limitations

During any month, you may not make from the account more than six withdrawals or transfers in total – and no more than three of them may be by debit card, direct draft, overdraft transfer, or similar order to a third party – for the purpose of making payments to third parties or transferring funds to another of your accounts at the Bank by means of preauthorized or automatic transfer (including overdraft protection), telephone or Internet account access order or instruction, debit card, or direct draft. Exceptions to this limit – you may make any number of deposits, withdrawals and transfers in person, at ATMs or POB facilities (including ATMs owned by other financial institutions), by mail request or by messenger. Transfers to the Bank itself to repay loans and associated expenses are not counted against the limits.

- Withdrawals made by telephone resulting in a check mailed to you are not counted against the limits.

Condition of Withdrawal

- The Bank reserves the right to require up to 7 days prior written notice of an intent to withdraw money.

Low Balance Fee

Applicable to Savings Accounts

- If the depositor is over the age of 18, has only one Savings ID or Suffix opened for at least twelve months, with a balance during an interest payment cycle, and has an average daily balance in that account of less than \$100 during the interest payment cycle, the depositor will be charged a Low Balance Fee for that interest payment cycle in the amount shown on the current Fees and Charges Schedule.
- We use the average daily balance method to determine whether there is at least \$100 in the account. The average daily balance is calculated by adding the

principal in the account for each day of the period and dividing that figure by the number of days in the period.

Silver Savings Account

Gold Savings Account

Money Market Account

Rate Information

- The current interest rate and annual percentage yield applicable to Gold Savings, Silver Savings, and Money Market accounts as of the date these disclosures are given to you are stated in the accompanying Rates Schedule. Your interest rate and annual percentage yield may change.
- At our discretion, we may change the interest rate on your account at any time.

Compounding and Crediting

- Interest will be compounded and credited to your account on a monthly basis.
- If you close your account before interest is credited, you will not receive the accrued interest.

Minimum Balance Requirements

- You must deposit \$2,500.00 to open a Silver Savings Account.
- You must deposit \$10,000 to open a Gold Savings Account.
- You must deposit \$5,000.00 to open a Money Market Account.

Balance Computation and Interest Determination

- We use the average-daily-balance method to calculate interest on your account. This method applies an interest rate to the average daily balance in the account for the period. The average daily balance is calculated by adding the principal in the account for each day of the period and dividing that figure by the number of days in the period.
- We then apply the interest rate shown on the current Rates Schedule as being applicable to the average daily balance in the account to the entire average daily balance to determine the amount of interest you have earned.
- Interest begins to accrue no later than the business day we receive credit for the deposit of non-cash items (for example, checks).

Transaction Limitations

During any month, you may not make from the account more than six withdrawals or transfers in total – and no more than three of them may be by debit card, direct draft, overdraft transfer, or similar order to a third party – for the purpose of making payments to third parties or transferring funds to another of your accounts at the Bank by means of preauthorized or automatic transfer (including overdraft protection), telephone or Internet account access order or instruction, debit card, or direct draft. Exceptions to this limit – you may make any number of deposits, withdrawals and transfers in person, at ATMs or POB facilities (including ATMs owned by other financial institutions), by mail request or by messenger. Transfers to the Bank itself to repay loans and associated expenses are not counted against the limits. Withdrawals made by telephone resulting in a check mailed to you are not counted against the limits.

Withdrawal Fees

- For Silver Savings and Gold Savings accounts, there will be a fee for each withdrawal in excess of 2 per month in the amount shown on the current Fees and Charges Schedule.
- For Money Market Accounts, there will be a fee for each withdrawal in excess of 3 per month in the amount shown on the current Fees and Charges Schedule.

Condition of Withdrawal

- The Bank reserves the right to require up to 7 days prior written notice of an intent to withdraw money.

Certificate of Deposit Account

IRA Certificate of Deposit Account

Maturity Date

- A maturity date will be established when you open your Certificate account. Please refer to the documents you receive at the time you open the account for information about the maturity date.

Rate Information

- The current interest rates and annual percentage yields applicable to certificate of deposit accounts as of the date these disclosures are given to you are stated in the accompanying Rates Schedule.
- The current interest rate and annual percentage yield will remain in effect for the entire term of your certificate but may change each time the certificate is renewed to equal the interest rate and annual percentage yield then being offered by the Bank on new certificates of deposit for the same term as your original deposit (or the closest available type and term).

Compounding and Crediting

- Interest will be compounded and credited to your account on a monthly basis.
- If you close your account before interest is credited, you will not receive the accrued interest.

Minimum Balance Requirements

- You must deposit \$2,500.00 to open and maintain a Certificate of Deposit or an IRA Certificate of Deposit account.
- You must maintain a minimum daily balance of at least \$2,500.00 to earn interest and obtain the disclosed annual percentage yield.

Balance Computation

- We use the daily-balance method to calculate the interest on your account. This method applies a daily periodic rate to the principal in the account each day.
- Interest begins to accrue no later than the business day we receive credit for the deposit of non-cash items (for example, checks).

Transaction Limitations

- You may not make principal deposits into your account until the maturity date.

Early Withdrawal Penalties

- We will impose a penalty (CD Surrender Processing Fee) in the amount shown on the current Fees and Charges Schedule if you withdraw any of the principal deposited funds before the maturity date. In addition to the following penalties:
- For Certificates of Deposit with a term less than or equal to one (1) year, the penalty will equal ninety (90) days of interest.
- For Certificates of Deposit with a term greater than one (1) year and less than or equal to two (2) years, the penalty will equal one hundred eighty (180) days of interest.
- For Certificates of Deposit with a term greater than two (2) years, the penalty will equal three hundred-sixty (360) days of interest.
- The penalties may reduce the principal amount you receive from the withdrawal if funds have been on deposit less than the penalty periods or if earned interest was withdrawn. If the principal amount being withdrawn together with accrued but unpaid interest is insufficient to pay the penalty, the Bank may deduct the balance of the penalty from any funds remaining in your Certificate of Deposit or IRA Certificate of Deposit, as applicable, or in any other of your accounts at the Bank; or, on our request, you will pay us the balance of the penalty.

Withdrawal of Interest Prior to Maturity

- The annual percentage yield assumes interest will remain on deposit until maturity. A withdrawal will reduce earnings.

Renewal Policies

- This type of account will automatically renew at maturity. We will place the funds, plus any interest not already paid to you, in a new Certificate of the same type and for the same term as your original deposit (or the closest available type and term), at the interest rate and annual percentage yield we are offering on the maturity date for Certificates of that type and term.
- You will have ten (10) calendar days after the maturity date to withdraw funds, add principal and/or change the terms without penalty, but no interest will be paid during this period if you do withdraw your funds.

Not Transferable

- A Certificate of Deposit or IRA Certificate is NOT TRANSFERABLE. IRA Certificate of Deposit may not be used as collateral for any loan.

IRA Accumulator Account

HSA Individual or Family Checking Account

Rate Information

- The current interest rate and annual percentage yield applicable to the IRA Accumulator/ HSA Checking account as of the date these disclosures are given to you are stated in the accompanying Rates/HSA Rates and Fees Schedule. Your interest rate and annual percentage yield may change.
- At our discretion, we may change the interest rate on your account at any time.

Compounding and Crediting

- Interest will be compounded and credited to your account on a monthly basis.
- If you close your account before interest is credited, you will not receive the accrued interest.

Balance Computation and Interest Determination

- We use the average-daily balance method to calculate interest on your account. This method applies a periodic rate to the average daily balance in the account for the period. The average daily balance is calculated by adding the principal in the account for each day of the period and dividing that figure by the number of days in the period.
- We then apply the interest rate shown on the current Rates/ HSA Rates and Fees Schedule to the average daily balance in the account to the entire average daily balance to determine the amount of interest earned.
- Interest begins to accrue no later than the business day we receive credit for the deposit of non-cash items (for example, checks).

Inactive Account Maintenance Fee

Applicable to all account types

- If the depositor is over the age of 18 and has had no activity in that account for at least 12 months, and has an average daily balance in that account of less than \$1,000 during the interest payment cycle, the depositor will be charged an Inactive Account Maintenance Fee for that interest payment cycle in the amount shown on the current Fees and Charges Schedule.
- We use the average daily balance method to determine whether there is at least \$1,000 in the account. The average daily balance is calculated by adding the principal in the account for each day of the period and dividing that figure by the number of days in the period.