Gateway Metro Federal CREDIT UNION
Since 1935

Share Certificate
Truth in Savings

Rate Information – The rate and annual percentage yield on your share certificate are set forth on the attached rate sheet. The annual percentage yield is a percentage rate that reflects the total amount of dividends to be paid on a share certificate based on the rate and frequency of compounding for an annual period. The rate and annual percentage yield on share certificates are fixed and will be in effect for the term of the share certificate. The annual percentage yield on share certificates is based on an assumption dividends will remain on deposit until maturity. A withdrawal of dividends will reduce earnings.

Compounding and Crediting – Dividends will be compounded and credited as follows: 3 and 6 month share certificates will credit at maturity and will not compound., 9 month to 6 year share certificates will compound and credit quarterly. Alternatively, you may choose to have dividends paid to your account rather than to the share certificate, in this case, compounding will not apply.

Balance Requirements – The minimum opening balance for each share certificate is set forth on the rate sheet. Dividends are calculated by the daily balance method which applies a daily periodic rate to the daily principal in the share certificate.

You must maintain a minimum daily balance in your share certificate each day to obtain the disclosed annual percentage yield. Dividends are calculated by the daily balance method which applies a daily periodic rate to the balance in the share certificate each day.

Accrual of Dividends on Deposits – Dividends will begin to accrue on cash and non-cash deposits (e.g. checks) on the business day you make the deposit to your share certificate. If you close your share certificate prior to dividends crediting, you will not be paid accrued dividends.

Transaction Limitations – After the share certificate is opened, you may not make additional deposits to the share certificate until the maturity date stated on the share certificate. During the 10 day grace period at maturity, deposits and withdrawals are permitted. You may make withdrawals of principal from your share certificate before maturity. Withdrawals before maturity will be subject to early withdrawal penalties.

Maturity – Your share certificate will mature within the term set forth on the share certificate or the maturity date stated on your purchase receipt or renewal notice.

Early Withdrawal Penalties – A penalty may be imposed for withdrawals before maturity.

Amount of Penalty- The amount of the early withdrawal penalty is based on the term of the share certificate. The penalty schedule is as follows: 12 months or less = 90 days of dividends; 13 to 24 months = 180 days of dividends; 25 to 36 months = 270 days of dividends; 37 to 48 months = 360 days; 49 to 60 months = 450 days; 61 to 72 months = 540 days.

How the Penalty Works - The penalty is calculated as a forfeiture of part of the dividends that have been or would be earned on the share certificate. It applies whether or not the dividends have been earned. In other words, if the share certificate has not yet earned enough dividends or if dividends have already been paid, the penalty will be deducted from the principal.

Exceptions to Early Withdrawal Penalties - At our option, we may pay the share certificate before maturity without imposing an early withdrawal penalty under the following circumstances: I. When an owner dies. II. When an owner is determined legally incompetent by the court or other body of competent jurisdiction. III. When the share certificate is an Individual Retirement Account (IRA) and any portion is paid within seven (7) days after establishment; of where the share certificate is an IRA and the owner becomes disabled.

Renewal Policy – Your share certificates are automatically renewable accounts. Your share certificate will automatically renew for the same term upon maturity and you have a grace period of ten (10) days after maturity in which to withdraw funds in the account without being charged an early withdrawal penalty. *Exceptions - 9 month special share certificates will renew to a 12 month share certificate at maturity and 30 month special share certificates will renew to 36 month share certificates at maturity.

Nontransferable/Nonnegotiable - Your share certificate is nontransferable and nonnegotiable. The funds in your share certificate may not be pledged to secure any obligation of an owner, except obligations with the credit union.

Bylaw Requirement - You must complete payment of one share ($5.00) in your General Share Account as a condition of admission to membership.

National Credit Union Share Insurance Fund - Member accounts in this credit union are federally insured by the National Credit Union Share Insurance Fund to $250,000.

Joint Tenancy – If more than one owner is listed, ownership of this share certificate shall be held as joint tenants with Rights of Survivorship.