

# Truth-In-Savings & Other Account Terms Disclosure Certificates of Deposit



Your CD will mature on \_\_\_\_\_ (date) or in \_\_\_\_\_ months.

**A CERTIFICATE OF DEPOSIT** is non-negotiable and cannot be transferred or assigned without the written consent of Randolph National Bank. You agree to keep your funds in this account until the maturity date. You must present the certificate when you request a withdrawal or a transfer. Unless otherwise clearly indicated on the account records, any one of you who signs for the account may withdraw funds from this account.

## RATE INFORMATION

### STANDARD FIXED RATE CD

The interest rate will remain fixed until the maturity date, at which time the rate is subject to change.

### 18 MONTH BUMP-UP CD

The interest rate and annual percentage yield may change by you exercising your one time right, at any time during the term of your CD, to bump up (increase) the rate to a higher current Bump-Up CD rate. The new bumped rate will be effective the day you notify us and will remain in effect until the CD's maturity date. To obtain current Bump-Up CD rate information call 802-728-9611.

### 24 MONTH VARIABLE CD

The interest rate and annual percentage yield may change.

**Determination of Rate:** On the first Tuesday of each quarter (January, April, July and October) the Bank will post the 24 Month Variable CD interest rate. CDs opened during the next three months, until the first Tuesday of the next quarter, will open at the posted rate. The interest rate will be the average of the weekly 90-Day Treasury Bill Rate (secondary market) for the previous quarter, as disclosed on the Federal Reserve Statistical H.15 (519) Selected Interest Rates. **Frequency of Rate Changes:** The interest rate on each CD will change quarterly from the date the CD was opened. The new rate will be the posted interest rate in effect at the time.

## COMPOUNDING AND CREDIT

Interest is compounded daily and will be paid either monthly, quarterly, semi-annually, or annually. You may elect to have interest added to principal, paid by check or credited to another RNB account.

### 24 MONTH VARIABLE CD

Interest will be paid quarterly.

## BALANCE COMPUTATION METHOD

We use the average daily balance method to calculate the interest. This method applies a daily rate (1/365 of the 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.

## ACCRUAL ON NON-CASH DEPOSITS

Interest begins to accrue on the business day we receive your deposit(s).

## DEPOSIT LIMITATIONS

### STANDARD CD PRODUCTS

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

### 12 MONTH SMALL SAVER

You may make deposits, \$25 minimum, at any time during the term of your CD.

### 24 MONTH VARIABLE CD

You may make deposits, \$250 minimum, at any time during the term of your CD.

## CD PENALTY

A penalty may be assessed for early withdrawal of a CD prior to the maturity date. Assessment of a penalty can result in a reduction of the CD principal if insufficient interest has accrued to pay the penalty out of interest. Early

withdrawal is defined as 1) closing the account; 2) distribution of all or a portion of the principal portion of the CD; 3) change in the ownership of the CD. Change in ownership shall mean substitution or adding a name as owner of the CD, regardless of whether any existing owners are deleted. Deletion of an existing owner shall not be deemed as termination. A CD may be closed out, withdrawn or the name of the owner changed without penalty upon the death of one of the owners of the CD or upon the legal disability (guardianship) of any of the owners of the CD.

## WITHDRAWAL LIMITATIONS AND EARLY WITHDRAWAL PENALTY

### STANDARD CD PRODUCTS

After the account is opened, withdrawals of principal from the account are not allowed until the maturity date.

If any of the principal is withdrawn before the maturity date, the following penalty will be imposed:

Term	Penalty
12 Months or Less	3 months loss of interest
Greater than 12 Months	6 months loss of interest

### 6 MONTH NO-PENALTY CD

An early withdrawal penalty is not imposed providing the funds are not withdrawn within the first six (6) days. Should any of the principal be withdrawn within the first six days, an early withdrawal penalty of seven (7) days interest will be imposed.

Partial withdrawals, minimum of \$500, are permitted providing the principal balance doesn't go below \$2,500.00. If a withdrawal would take the balance below \$2,500, the entire balance, plus any accrued interest, would need to be taken.

### 18 – 24 MONTH CASH 'N CARRY CD

Withdrawals totaling up to 25% of the original deposit are allowed without penalty, providing the funds are not withdrawn within six days after deposit. Once you have withdrawn up to 25% of your original deposit, you may not make additional withdrawals from this account until the maturity date. If more than 25% of your original deposit is withdrawn before the maturity date, the entire balance would need to be taken and a penalty of 6 months of interest will be imposed (on 75% of the original deposit). Should you withdraw any of the principal within the first six (6) days after deposit, an early withdrawal penalty of seven (7) days interest will be imposed.

## AUTOMATICALLY RENEWABLE ACCOUNT

Each renewal term will be the same as the original term, beginning on the maturity date (unless we notify you, in writing, before a maturity date, of a different term for renewal). You must notify us in writing before, or within a ten-day grace period after, the maturity date if you do not want this account to automatically renew. Interest earned during one term that is not withdrawn during the ten-day grace period after that term is added to the principal for the renewed term.

### 12 MONTH SMALL SAVER

If after the CD's maturity date, or a future maturity date, we should no longer offer a Small Saver CD, we will notify you and will automatically renew your CD into our 12 Month Fixed Rate CD.

### 18 MONTH BUMP-UP CD

Once your 18 Month Bump-Up CD has matured, we will automatically renew it at the current rate. You may once again increase (bump-up) the rate as described above. If after the CD's maturity date we should no longer offer an 18 Month Bump Up CD, we will notify you and will automatically renew your CD into our 18 Month Fixed Rate CD.

### 18 – 24 MONTH CASH 'N CARRY CD

This account will automatically renew at maturity into our current rate and standard CD of the same term as this original CD.

**See rate information on provided rate sheet.  
Member FDIC & Equal Housing Lender**

(Rev 06/2010)