

REFUNDABILITY OF FEES: If you decide not to enter into this plan within three business days of receiving this disclosure and the home equity brochure, you are entitled to a refund of any fee you may have already paid.

TAX DEDUCTIBILITY: You should consult a tax advisor regarding the deductibility of interest and charges for the plan.

TRANSACTION REQUIREMENTS: The minimum credit advance that you can receive is \$100.00 for the first advance and \$100.00 for each subsequent advance.

PRIMARY RESIDENCE: You may only use your primary residence as security for this plan.

VARIABLE RATE FEATURE: This plan has a variable rate feature and the annual percentage rate (corresponding to the periodic rate) may change as a result. If the annual percentage rate increases you will have to make more payments of the same amount until the balance is repaid. The annual percentage rate includes only interest and no other costs.

The annual percentage rate is based on the value of an index. The index is the Prime Rate published in the Money Rates column of the Wall Street Journal. When a range of rates has been published the highest rate will be used. We will use the most recent index value available to us as of the last business day preceding any annual percentage rate adjustment.

To determine the annual percentage rate that will apply to your account, we add a margin to the value of the Index. The margin you receive will be based on your creditworthiness. Ask us for the current index value, margin and annual percentage rate. After you open a plan, rate information will be provided on periodic statements that we send you.

RATE CHANGES: The annual percentage rate can change on the first day of each month. There is no limit on the amount by which the annual

percentage rate can change during any one year period. The maximum **ANNUAL PERCENTAGE RATE** that can apply is 18.0% or the maximum permitted by law, whichever is less. However, under no circumstances will your **ANNUAL PERCENTAGE RATE** go below 4.0% at any time during the term of the plan.

MAXIMUM RATE AND PAYMENT EXAMPLES Draw Period: If you had an outstanding balance of \$10,000, the minimum payment at the maximum **ANNUAL PERCENTAGE RATE** of 18.0% would be \$100.00. This annual percentage rate could be reached at the time of the 1st payment.

MAXIMUM RATE AND PAYMENT EXAMPLES Repayment Period: If you had an outstanding balance of \$10,000, the minimum payment at the maximum **ANNUAL PERCENTAGE RATE** of 18.0% would be \$150.00. This annual percentage rate could be reached at the time of the 1st payment.

MARGIN ADDED TO INDEX: The margin that applies to your plan will be based on your creditworthiness. Please ask the Credit Union what your particular margin will be.

HISTORICAL EXAMPLE: The following table shows how the annual percentage rate and the minimum payments for a single \$10,000 credit advance would have changed based on changes in the index over the past 15 years. The index values are from the last business day of January of each year.

While only one payment per year is shown, payments may have varied during each year.

The table assumes that no additional credit advances were taken, that only the minimum payments were made, and that the rate remained constant during each year. It does not necessarily indicate how the index or your payments will change in the future.

WALL STREET JOURNAL PRIME RATE INDEX TABLE

Year (as of the last business day of January)	Index (Percent)	Margin ⁽¹⁾ (Percent)	ANNUAL PERCENTAGE RATE	Monthly Payment (Dollars)
2005.....	5.250	0.00	5.250	100.00
2006.....	7.500	0.00	7.500	100.00
2007.....	8.250	0.00	8.250	100.00
2008.....	6.000	0.00	6.000	100.00
2009.....	3.250	0.00	4.000 ⁽²⁾	100.00
2010.....	3.250	0.00	4.000 ⁽²⁾	100.00
2011.....	3.250	0.00	4.000 ⁽²⁾	100.00
2012.....	3.250	0.00	4.000 ⁽²⁾	100.00
2013.....	3.250	0.00	4.000 ⁽²⁾	100.00
2014.....	3.250	0.00	4.000 ⁽²⁾	100.00
2015.....	3.250	0.00	4.000 ⁽²⁾	100.00 ⁽³⁾
2016.....	3.500	0.00	4.000 ⁽²⁾	100.00 ⁽³⁾
2017.....	3.750	0.00	4.000 ⁽²⁾	
2018.....	4.500	0.00	4.500	
2019.....	5.500	0.00	5.500	

(1) This is a margin we have used recently; your margin may be different.

(2) This **ANNUAL PERCENTAGE RATE** reflects a 4.000% floor.

(3) This payment reflects the minimum payment of \$100.00.