

Account No. _____

BUMP UP CERTIFICATE APPLICATION
 Print for your records

PART I - TO BE COMPLETED BY ALL APPLICANTS

Primary Owner Name: _____ Social Security Number: _____

Address: _____

Joint Owner Name: _____ Social Security Number: _____

Certificate Options

- 17-month 30-month 45-month

Dividend Rate _____ **Annual Percentage Yield (APY)** _____

Opening Amount _____

Maturity Options

- Upon maturity, transfer account balance to Regular Share Account No. _____
- Upon maturity, transfer account balance to Share Checking Account No. _____
- Upon maturity, transfer account balance to Prime Money Management Account No. _____
- Upon maturity, transfer account balance to Premiere Money Management Account No. _____
- Upon maturity, rollover to a new certificate at the new rate with the like term of maturity.

Dividend Options (not available for certificates less than 12-months)

- Reinvest dividends each quarter to this certificate.
- Transfer dividends each quarter to Regular Share Account No. _____
- Transfer dividends each quarter to Share Checking Account No. _____
- Transfer dividends each quarter to Prime Money Management Account No. _____
- Transfer dividends each quarter to Premiere Money Management Account No. _____

PART II - FOR ALL ACCOUNTS

I/We have read and agree to the terms and conditions as noted on this Application and Disclosure.

 Primary Owner's Signature Date

 Joint Owner's Signature Date _____
 Joint Owner's Signature Date

PART III - FOR JOINT ACCOUNTS ONLY (CHECK ONE BOX - ALL MUST SIGN)

- JOINT ACCOUNT - WITH SURVIVORSHIP**
 On the death of a party to the account, the deceased party's ownership in the account passes to the surviving party or parties to the account.
- JOINT ACCOUNT - NO SURVIVORSHIP**
 On the death of a party to the account, the deceased party's ownership in the account passes as a part of the party's estate under the party's will, trust, or by intestacy.

 Primary Owner's Signature Date

 Joint Owner's Signature Date _____
 Joint Owner's Signature Date

BUMP UP CERTIFICATE APPLICATION DISCLOSURE

Rate Information

Certificate rates are determined by State Department Federal Credit Union (SDFCU) management and are fixed for the term of the certificate. The dividend rate and Annual Percentage Yield (APY) applicable to your certificate are shown on the front of your application and/or on the accompanying rate sheet. The stated APY is based on the assumption that dividends will remain in the account until maturity. Any early withdrawal will reduce earnings.

Compounding and Crediting

For terms less than 12-months, dividends are paid upon maturity. 12-month and longer Certificate dividends are compounded and credited quarterly, on the last day of the quarter and at maturity. For example, dividends for the first quarter, January 1 to March 31, will be paid on March 31.

Minimum Balance Requirements

All other certificates require a minimum deposit of \$500.00 to establish and maintain a certificate.

Balance Computation Method

Dividends on certificate accounts are calculated by the daily balance method, which applies a daily periodic rate to the full amount of principal for each day.

Dividends

Dividends on noncash deposits accrue from the business day of deposit to your account. Dividends credited to 12-month and longer Certificates may be withdrawn prior to maturity without penalty. You may choose to have the dividends automatically transferred to a share account each quarter, or you may make individual request for the funds as needed.

Maturity

Your certificate will mature on the date shown on the front of this application. At that time, the balance will be transferred to the share account of your choosing (e.g. savings, checking, etc.) in accordance with your original instructions. If you wish to change those instructions, or to negotiate a new Jumbo Certificate, please contact our offices prior to maturity date.

Early Withdrawal Penalties

In the case of early withdrawals of the principal amount or any portion thereof, a penalty will be imposed. (SDFCU) reserves the right to require 24 hours written notice of your intent to withdraw. Penalties are assessed at the time of withdrawal and are calculated as follows: Less than 12-month Certificates - You will forfeit the lesser of 30 days of dividends on the amount withdrawn or the amount of dividends earned since the date of issuance. 12-month and longer Certificates - You will forfeit the lesser of 180 days of dividends on the amount withdrawn or the amount of dividends earned since the date of issuance. No penalty will be imposed if the withdrawal is a result of voluntary or involuntary liquidation of the Credit Union or upon death of the member.

Transaction Limitations

After the certificate is established, you may not make deposits into the account until the maturity date stated on the certificate.

National Credit Union Share Insurance Fund

Member accounts in this credit union are federally insured by the National Credit Union Share Insurance Fund.

Other Terms and Conditions

Changes in terms and conditions may be made to this disclosure upon 30 days written notice to you. This share certificate is non-transferable, except on the books of this credit union.

Joint Ownership

(SDFCU) may recognize any of the signatures appearing on the application in the payment of funds or in the transaction of any business for this account. The joint owners of this account agree with each other and (SDFCU) that all sums, now or in the future, paid on this account by any or all of the joint owners to their credit as joint owners with all additions and adjustments are and share be owned by them jointly, and are subject to the withdrawal or receipt of any of them. Payments to any of them or the survivor(s) shall be valid and discharge (SDFCU) from any liability whatsoever. A joint owner may be removed from this account only at the express written authorization of that joint owner. The right or authority of (SDFCU) under this agreement shall not be changed or terminated by any of the owners, except by written notice to (SDFCU). Such written notice shall not affect any previous transactions.

Bump Interest Rate Information

You may choose to update or "Bump" the Interest Rate and Annual Percentage Yield on a 17-month certificate to the prevailing Interest Rate of the (SDFCU) 24-month certificate. The 30-month certificate can be updated to the prevailing Interest Rate of the (SDFCU) 36-month certificate. The 45-month certificate can be updated to the prevailing Interest Rate of the (SDFCU) 48-month certificate. The "Bump" option can only be exercised once during the term of the certificate. Additional funds can be added to the account when the bump option is exercised. The updated or bumped Interest Rate will become effective within 3 business days after we receive your notice. The new Interest Rate will not be applied retroactively.