

SHARE CERTIFICATE APPLICATION

Completed by _____

Amount	Dividend Rate	Annual Percentage Yield (APY)	Purchase Date	Term	Maturity Date	Suffix
_____	_____	_____	_____	_____	_____	_____

INSTRUCTIONS: All applicants should read the Share Certificate Application and Disclosure (on page 2) and complete Parts I and II. If there are any joint applicants, also complete Part III.

PART I - TO BE COMPLETED BY ALL APPLICANTS

Primary Owner Name _____ Social Security Number _____

Address _____

Joint Owner Name _____ Social Security Number _____

Joint Owner Name _____ Social Security Number _____

Certificate Options

- 6-month 24-month 48-month
 12-month 36-month 60-month

(If no option made, all dividends earned will be reinvested in this certificate.)

Deposit Options

- Enclosed is a deposit of \$ _____
 Transfer \$ _____ from Account No. _____ Suffix _____
 Transfer \$ _____ from Account No. _____ Suffix _____

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 Money Management Account No. _____
 Upon maturity, rollover to new certificate at the new rate within the same term of maturity

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

- Reinvest dividends each quarter in 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 Money Management Account No. _____

(If no option made, all dividends earned will be reinvested in this certificate.)

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

SHARE CERTIFICATE ACCOUNT DISCLOSURE

Rate Information

Certificate rates are determined monthly 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 this 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

A minimum deposit of \$500.00 is required 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 requests for the funds as needed.

Maturity

Your certificate will mature on the date shown on the front of this application.

Unless SDFCU receives other written instructions from you, the certificate will be processed at maturity as indicated on the front of this application. If you choose to have the certificate renew automatically (rollover at the new rate for the same term), then change your mind after the renewal occurs, SDFCU will assess an early withdrawal penalty. There is no grace period after the maturity date.

Early Withdrawal Penalties

In 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 the 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 the funds or in the transaction of any business for this account. The joint owners of this account agree with each other and with SDFCU that all sums, now and in the future, paid on this account by any or all joint owners to their credit as joint owners with all additions and adjustments are and shall 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 the written notice to SDFCU. Such written notice shall not affect any previous transactions.