

**Rate and Fee Schedule effective Wednesday, February 1, 2023**

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**RE Essent Pledge Account**

\$25 Minimum average daily balance to earn dividends

	<u>Dividend Rate</u>	<u>APY</u>
RE Essent Pledge Account	0.030%	0.030%

APY = Annual Percentage Yield

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**TRUTH-IN-SAVINGS DISCLOSURE**

The following disclosures apply to Kitsap Credit Union RE Essent Pledge accounts:

- 1. Rate Information.** The Dividend Rate and Annual Percentage Yield (APY) on your accounts are stated above. For RE Essent Pledge account, the dividend rate and APY may change monthly as determined by the Credit Union's Asset Liability Committee (ALCO). No interest or dividends will be paid to any zero dividend account, regardless of any terms or conditions provided by KCU.
- 2. Nature of Dividends.** Dividends are paid from current income and available earnings after required transfers to reserves at the end of a dividend period.
- 3. Compounding and Crediting.** Dividends will be compounded daily and credited monthly to the Primary Savings account. This account requires the distribution of dividends and does not allow dividends to remain in the account. The dividend period for RE Essent Pledge accounts begins on the first calendar day of the month and ends on the last calendar day of the month. For all accounts, if you close your account prior to the end of the dividend period, dividends will not be paid.
- 4. Accrual of Dividends.** Dividends will begin to accrue on the business day we receive credit for the pledge deposit.
- 5. Balance Information.** The minimum balance required to open a RE Essent Pledge account is stated above. Dividends are calculated by the average daily balance method which applies a periodic rate to the average daily balance in the account for the period. The average daily balance is calculated by adding the balance in the account for each day in the period and dividing that figure by the number of days in the period. The minimum average daily balance requirements to obtain the stated APY are listed above. If the average daily balance falls below the minimum requirement, dividends will not be paid.
- 6. Transaction Limitations** The RE Essent Pledge account will be used to pledge the 10% collateral for a 100% Loan-to-Value (LTV) conventional mortgage loan. No withdrawals or deposits are permitted for seven (7) years or until the principal loan balance is paid down to 90% of the original balance.
- 7. Nontransferable/Nonnegotiable.** Your account is nontransferable and nonnegotiable. The funds in your account may not be pledged to secure any obligation of an owner, except obligations with the Credit Union. The rates appearing in this Schedule are accurate and effective as of the Effective Date indicated above. If you have any questions or require current rate information on your accounts, please call the Credit Union.