

A Guide to Our Certificates of Deposit

EFFECTIVE JANUARY 1, 2018

PurePoint® Financial is a division of MUFG Union Bank, N.A.

Deposits of PurePoint Financial and MUFG Union Bank, N.A. are combined and not separately insured for FDIC insurance purposes.

A summary of important changes (Notice of Change) is located at the end of this document.

WELCOME TO PUREPOINT FINANCIAL

Our business model is designed to deliver records to you electronically. Please note that you need to agree to our [E-Sign Consent](#), maintain a valid email address, and enroll in and maintain your online banking status with us; otherwise, your account will be closed. Your account will also be closed if you revoke your consent to our [E-Sign Consent](#). If we close your account prior to maturity pursuant to the rights provided in our agreement with you, the closing transaction may be subject to an Early Withdrawal Penalty.

About this Product Guide

This document is one of several that you receive when opening an account with PurePoint Financial. It includes important facts about the features of your Certificate of Deposit (CD) account, so please read it carefully and keep it with your bank records for future reference.

Using your Account

When you open an account, you agree that it's your responsibility to keep track of your transactions and the Available Balance in your account. For more detailed information about using your account, see the [Personal Accounts & Services Disclosure and Agreement](#) (Account Agreement). For help managing your account 24/7, PurePoint Financial Online and Mobile Banking services make it easy to keep track of your balance, anytime and anywhere. To enroll in these services, visit purepoint.com.

The following disclosures apply to: Online Certificates of Deposit and PurePoint Certificates of Deposit

Minimum Deposit to Open Account: \$10,000. The account opening deposit needs to be funded with a single transaction.

Minimum Balance to Obtain Annual Percentage Yield: A minimum balance of \$10,000 is required in the account each day to obtain the disclosed Annual Percentage Yield.

Interest: The Interest Rate and corresponding Annual Percentage Yield are set at our discretion and are based on market conditions and other business factors, the account balance, and the maturity term of the CD. The Interest Rate is fixed for the applicable term. You will be paid this Interest Rate up to the maturity date. The Interest Rate and Annual Percentage Yield assume interest remains on deposit until maturity. See our [Certificates of Deposit Rates](#).

PurePoint Best Rate Commitment: When you fund your new CD within 10 days of a completed application, you will receive our best rate offered during that 10-day period for the same product and term. When you renew your CD for the same product and term, you will receive our best rate offered during your 10-day grace period.

Term Options: The term options for your CD will include 12 months, 18 months, 24 months, or 36 months. Your term and account maturity date will be based on your instructions provided during the account application process. You will receive a Confirmation Notice, confirming your selected term and corresponding maturity date, when we receive and confirm funding on your new account.

Compounding and Crediting: Interest will be compounded on a daily basis. Interest will be credited to your account on a monthly basis. You may elect to have interest transferred to your PurePoint Financial savings account or to your external linked account; otherwise, interest will be paid by crediting your certificate of deposit account.

Effect of Closing an Account: If you close your account before interest is credited, you will receive the accrued interest up to (but not including) the closing date. Note: Early withdrawal penalties may apply. Please see the section below titled "Early Withdrawal Penalties" for details.

Balance Computation Method: We use the daily balance method to calculate interest on your account. This method applies a daily periodic rate to the principal in the account each day.

Accrued Interest on Noncash Deposits: Interest begins to accrue on the Business Day you deposit noncash items (for example, checks).

Fees: See our [Personal Accounts Fee Schedule](#).

Deposits: Additional deposits are not permitted during the term of your account. Cash deposits are not accepted.

Withdrawals: When you invest in a CD, you agree to keep the principal amount on deposit with us for the maturity term you have selected. All or partial withdrawals prior to maturity may be subject to an Early Withdrawal Penalty. You can withdraw interest paid during the current term of the CD without incurring an Early Withdrawal Penalty. Cash withdrawals are not permitted at any time. If we close your account prior to maturity pursuant to the rights provided in our agreement with you, the closing transaction may be subject to an Early Withdrawal Penalty. Withdrawals will reduce earnings.

Withdrawal of Interest Prior to Maturity: The Annual Percentage Yield assumes interest will remain on deposit until maturity. A withdrawal will reduce earnings.

Early Withdrawal Penalties: We will assess a penalty if you withdraw all or a portion of the principal before the maturity date. You can withdraw interest paid during the current term of the CD without incurring an Early Withdrawal Penalty. The Early Withdrawal Penalty assessed will equal 181 days of simple interest at the rate being paid on the amount withdrawn.

Renewals: Upon maturity, this CD account will automatically renew for the same term and Interest Rate in effect on the maturity date unless funds are withdrawn during the “grace period.” This automatic renewal provision applies to the first maturity date and all subsequent maturity dates.

Grace Period: You have 10 calendar days beginning on the maturity date to withdraw funds without penalty. If you withdraw all of your funds during the grace period, your account will not earn interest after the maturity date. If you make a partial withdrawal during the grace period, your existing term and maturity date established when the account automatically renewed will remain in place, and will renew at the Interest Rate in effect on the maturity date. Please note that you are only allowed one deposit or withdrawal during the grace period. When your account renews, it must continue to meet our then current minimum opening balance requirement applicable to the account.

If you make a term change (i.e., change from a 12-month to an 18-month term) during the grace period, the grace period ends and your CD will renew at the Interest Rate in effect for the new selected term beginning on that day.

Other: To be eligible to open and maintain this account you need to agree to our [E-Sign Consent](#), which means that you will receive certain communications from us electronically, including periodic statements. A valid email address is required.

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Personal Accounts

Notice of Change in Account Terms

Important Information About Your PurePoint® Financial Accounts

This Notice of Change (“Notice”) amends the following documents, as applicable

- **Personal Accounts & Services Disclosure and Agreement**
- **A Guide to our Savings Account**
- **A Guide to our Certificates of Deposit**
- **Online Banking Service Agreement**

and any other addenda to the foregoing documents (Agreements). Specifically, the items listed below in this Notice reflect our changes to the Agreements. All other terms and conditions of the Agreements will remain the same and will continue to remain in effect. Unless otherwise noted, the provisions of this Notice are effective **January 1, 2019**.

If there is any discrepancy between this Notice and the Agreements, this Notice shall be controlling (only to the extent of the discrepancy). Your continued use or maintenance of your PurePoint account or Mobile Deposit service constitutes your consent to the terms of this Notice.

PERSONAL ACCOUNTS & SERVICES DISCLOSURE AND AGREEMENT

The following terms and conditions sections have been removed from the applicable *A Guide to Our Savings Accounts* and *A Guide to Our Certificates of Deposit*, and have been incorporated in, and now are part of the *Personal Accounts & Services Disclosure and Agreement*:

In the **Limitations** section, the following is being incorporated:

Certificates of Deposit – The account opening deposit needs to be funded with a single transaction. If you make a deposit at a Financial Center Kiosk or deposit using a mobile device, you may deposit multiple checks as long as each individual check is \$10,000 or more and they are all deposited at the same time as part of a single initial funding. Additional deposits are not permitted during the term of your account.

In the **Interest** section, the following information is being incorporated for Savings and CDs:

Savings Accounts – At our discretion, your Interest Rate and Annual Percentage Yield may change as often as daily without notice. We may change the Interest Rate on your account at any time. Your account is a tiered rate account. The applicable Interest Rate and Annual Percentage Yield applied to the entire balance in your account will be determined by the daily balance in your account. At our discretion,

we may change balance ranges within each interest rate tier and may apply the same interest rate tier to more than one balance range. For example, if your daily balance is \$10,000 or more, the Interest Rate and Annual Percentage Yield disclosed for this tier will be paid to the entire balance of your account. You need to maintain the minimum balance reflected in the account each day to obtain the disclosed Annual Percentage Yield.

Rate Information: See our [Savings Account Rates](#).

Compounding and Crediting: Interest will be compounded on a daily basis. Interest will be credited to your account on a monthly basis.

Effects of Closing an Account: If you close your account before interest is credited, you will receive accrued interest up to (but not including) the closing date.

Accrued Interest on Noncash Deposits: Interest begins to accrue on the Business Day you deposit noncash items (for example, checks).

Certificates of Deposit – The Interest Rate and corresponding Annual Percentage Yield are set at our discretion and are based on market conditions and other business factors, the account balance, and the maturity term of the CD. The Interest Rate is fixed for the applicable term. You will be paid this Interest Rate up to the maturity date. The Interest Rate and Annual Percentage Yield assume interest remains on deposit until maturity.

Term Options: Please refer to our *Certificates of Deposit Rates* for currently offered terms. Your term and account maturity date will be based on your instructions provided during the account application process. You will receive a Confirmation Notice, confirming your selected term and corresponding maturity date, when we receive and confirm funding on your new account.

Rate Information: See our [Certificates of Deposit Rates](#).

Compounding and Crediting: Interest will be compounded on a daily basis. Interest will be credited to your account on a monthly basis. You may elect to have interest transferred to your PurePoint Financial savings account or to your external linked account; otherwise, interest will be paid by crediting your certificate of deposit account.

Effects of Closing an Account: If you close your account before interest is credited, you will receive accrued interest up to (but not including) the closing date. Note: Early withdrawal penalties may apply. Please see the Withdrawals section below, “Early Withdrawal Penalties” for details.

Accrued Interest on Noncash Deposits: Interest begins to accrue on the Business Day you deposit noncash items (for example, checks).

In the **Withdrawals** section, the **Transaction Limitation for Savings Account** subsection.

CDs are included as an account that cannot be opened for 12 months if the client has had a savings account closed for excessive transactions:

Transaction Limitation for Savings Accounts – Transactions involving savings accounts are limited by federal regulation. You may make no more than 6 limited transfers and/or withdrawals (subject to Available Balance) per statement period by preauthorized transfer to another payee or institution, including MUFG Union Bank, N.A. (includes ACH or wire), online banking transfer, mobile banking transfers, automatic transfer to another PurePoint Financial account, or telephone transfer. Your Kiosk transfers will be treated as online banking transfers for this purpose and will count toward the 6 limited transfers.

“For mobile deposit only to PurePoint Financial.”

If you neglect to add to each original check submitted for deposit this restrictive endorsement, the Bank may reject the deposit, and will not be liable for losses and/or fees you may incur for reversing or debiting your account.

See also the *Online Banking Service Agreement* for more information.

In the **“Pay-on-Death” Account** section, **About multiple beneficiaries** subsection, the following is revised:

About multiple beneficiaries: If there is more than one surviving beneficiary, each will receive an equal share of the funds.

A Guide to Our Savings Accounts and A Guide to Our Certificates of Deposit

These guides have been reformatted as specific product guides to outline each product’s requirements, features, and fees.

Please note: The terms and conditions related to these products previously disclosed in the product guides have been incorporated in, and now are part of the January 1, 2019 *Personal Accounts & Services Disclosure and Agreement*.

Online Banking Service Agreement

Change to Mobile Deposit and Kiosk Deposit section, **Mobile Deposit** subsection.

There are new endorsement requirements when depositing checks using your mobile device. The following is added to this section:

You agree to endorse each original check submitted through Mobile Deposit with the below restrictive endorsement, along with your signature, in order to minimize the effects of possible duplicate presentment of the same check:

“For mobile deposit only to PurePoint Financial.”

If you neglect to add to each original check submitted for deposit this restrictive endorsement, the Bank may reject the deposit, and will not be liable for losses and/or fees you may incur for reversing or debiting your account.

See the *Online Banking Service Agreement* for more information.

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