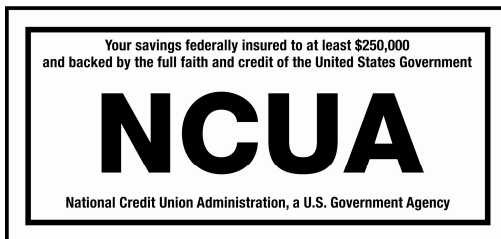


IMPORTANT ACCOUNT INFORMATION

FOR OUR MEMBERS

- **TERMS AND CONDITIONS**
- **ELECTRONIC TRANSFERS**
- **FUNDS AVAILABILITY**
- **TRUTH IN SAVINGS**



YANKTON
609 West 21ST St
PO Box 704
Yankton, SD 57078
Ph. (605)665-4309

PARKSTON
302 S SD Hwy 37
PO Box 610
Parkston, SD 57366
Ph. (605)928-7520

SPRINGFIELD
1501 Walnut St

Springfield, SD 57062
Ph. (605)369-2909

TERMS AND CONDITIONS OF YOUR DEPOSIT ACCOUNT

Dear Credit Union Member:

Services Center Federal Credit Union's field of membership includes anyone that lives, works, or worships in Yankton, Bon Homme, Douglas, or Hutchinson counties in South Dakota and Knox or Cedar counties in Nebraska. Members of their immediate families would have eligibility as well. For example: If someone lived in Vermillion (Clay county), but worked in Yankton, they would be eligible for membership. Even if a member moved to Iowa, if they kept their membership active at the Credit Union they would still be considered a member, once a member always a member.

This disclosure contains the rules which govern your account(s) with us and other very important information. Please take time to read this booklet carefully. If you sign your signature card or continue to have an account with us, you agree to these rules, our by-laws and any by-law amendments. You agree to pay the fees we charge and you give us the right to collect any fees, as earned, directly from the account balance. If you have any questions, please don't hesitate to call us.

This agreement is subject to applicable federal laws and the laws of the state of South Dakota (except to the extent that this agreement can and does vary such rules or laws). The laws that govern our relationship with you are too large and complex to be reproduced here.

We are providing you with this booklet to:

- 1) give you the existing rules applicable to the more common transactions;
- 2) give you the rules that govern transactions or events which the law does not regulate;
- 3) establish rules for certain events or transactions which the law already regulates but permits variation by agreement; and
- 4) give you our funds availability, electronic fund transfers and/or truth-in-savings policy disclosures.

We may permit some variations from this standard agreement, but any variations must be agreed to in writing either on our signature card for the account or in some other written form. No oral variations will be honored.

As used in this booklet, the words "we", "our", and "us" mean the Services Center Federal Credit Union and the words "you" and "your" mean the owner(s) of this account and any "agent" appointed by or on behalf of the owner(s) to sign on the account in a representative capacity.

LIABILITY – Each of you agrees for yourself (and the person or entity you represent, if you sign as a representative of another) to the terms of this account and the schedule of charges as listed in this booklet. You authorize us to subtract these charges as accrued directly from the account balance. You also agree to pay additional reasonable charges we may impose for services you request which are not covered by this agreement. Each of you also agrees to be jointly and individually liable for any account deficit resulting from charges, fees, or overdrafts, whether caused by you or another authorized to withdraw from this account, and our costs to collect the deficit including, to the extent permitted by law, our reasonable attorney's fees. You agree that at our option we may suspend your membership rights if you violate the terms of this agreement.

DEPOSITS – Any items, other than cash, accepted for deposit (including items drawn "on us") will be given provisional credit only until collection is final (and actual credit for deposits of, or payable in, foreign currency will be at the exchange rate in effect on final collection in U.S. dollars). We are not responsible for transactions initiated by mail or outside depository until we actually record them. All transactions received after closing on a business day we are open, or received on a day in which we are not open for business,

will be treated and recorded as if initiated on the next following business day that we are open. If this account earns dividends, we are prohibited by law from guaranteeing the payment of dividends or that dividends we do pay will be at the contracted rate. We must base our dividend payments to you upon the money we actually earn and that is available for distribution at the end of a dividend period. Unless otherwise agreed, you waive any right to receive any original item after it is paid.

If you deposit a check that is later returned due to insufficient funds on deposit or for any other reason, the Credit Union will not pay dividends on the amount of the check in question for the time period the check was outstanding.

WITHDRAWALS – Unless otherwise clearly indicated to the contrary, any one of you who signs in the space designated for signatures on the signature card, including any agents, may withdraw or transfer all or any part of the account balance at any time on forms approved by us. The Credit Union may pay a share draft on whatever day it is presented for payment, notwithstanding the date (or any limitation on the time of payment) appearing on the share draft. The fact that we may honor withdrawal requests which overdraw the finally collected account balance does not obligate us to do so, unless required by law. Withdrawals will first be made from collected funds, and we may, unless prohibited by law or our written policy, refuse any withdrawal request against uncollected funds, even if our general practice is to the contrary. We reserve the right to refuse any withdrawal or transfer request which is attempted by any method not specifically permitted. Even if we honor a nonconforming request, repeated abuse of the stated limitations (if any) may eventually force us to close this account. We reserve the right to require you to notify us of your intention to withdraw shares or deposits from this account as explained in our by-laws.

OWNERSHIP OF ACCOUNT AND BENEFICIARY DESIGNATION – These rules apply to this account depending on the form of ownership and beneficiary designation, if any, specified on the account records. We reserve the right to refuse some forms of ownership on any or all of our accounts. **Individual Account** – is owned by one person. **Joint Account – With Survivorship (And Not as Tenants in Common)** – is owned by two or more persons. Each of you intends that upon your death the balance in the account will belong to the survivor(s). If two or more of you survive, you will own the balance in the account as joint tenants with right of survivorship and not as tenants in common. **Corporate, Partnership, and other Organizational Accounts** – We will usually require a separate authorization form designating the person permitted to withdraw and the conditions required for withdrawal from any account in the name of a legal entity such as a partnership, corporation, or other organization. We will honor the authorization according to its terms until it is amended or terminated in writing by the governing body of the organization.

PLEDGES – Unless you notify us in writing to the contrary, each owner of this account may pledge all or any part of the funds in it for any purpose to which we agree. Any pledge of this account must first be satisfied before the rights of any joint account survivor or trust account beneficiary becomes effective. For example, if one joint tenant pledges the deposit evidenced by this agreement to secure a debt and then dies, (1) the surviving joint tenant's rights in this account do not take effect until the debt has been satisfied and (2) the debt may be satisfied with the funds in this account.

STOP-PAYMENTS – A stop-payment order must be given in the manner required by law, must be received in time to give us a reasonable opportunity to act on it, and must precisely identify the number, date, amount of the item and the payee. We will honor a stop-payment request by the person who signed the particular item, and by any other joint tenant on this account. A release of the stop-payment request may be made only by the person who initiated the stop-payment. A stop-payment will cease to be effective six months from the date it was placed, unless previously canceled or renewed by the member in writing. In the case of a preauthorized draft (insurance or otherwise) you must provide all information about the draft(s) including, but not limited to: Name of company, amount(s), draft number and the date on which the check usually clears the account. If this information is not complete and correct, the Credit Union will not be liable for payment of the draft(s). It is your responsibility to notify the company that you no longer wish to have the

preauthorized draft withdrawn from your account. We suggest that this be done in writing and we may ask for a copy of such letter for our files.

We strongly recommend that you do not give out information about your account(s) especially to someone either on the phone or through Internet communication(s). If you are asked for information about your account(s) and you feel that the circumstances are not legitimate, please notify the Credit Union immediately.

AMENDMENTS AND TERMINATION – We may change our by-laws and any terms of this agreement at any time. Rules governing changes in interest or dividend rates have been provided separately. For other changes we will give you reasonable notice in writing or by any other method permitted by law. We reserve the right to close the account if your membership in this Credit Union terminates. It is vitally important and you agree to keep us informed of your current address at all times. Notice from us to any one of you is notice to all of you.

STATEMENTS – SHARE DRAFTS – Statements on your share draft account are provided monthly except if your account is inactive during the statement period and has a balance of less than \$100.00. The statement period for the share draft account is from the first day of the month up to and including the last day of the month. Statement notifications will either be handed to you or sent to you by mail, unless you have given us written instructions not to mail your statements. It is your responsibility to reconcile your share draft statement each month. There is a reconciliation form and instructions on the backside of the statement.

E-STATEMENTS – SHARE DRAFTS – E-Statements for your share draft account are provided monthly except if your account is inactive during the statement period and has a balance of less than \$100.00. The statement period for the share draft account is from the first day of the month up to and including the last day of the month. E-Statement notifications will be sent via email from the Credit Union's official E-Statement email address (estatements@scfcu.net). It is your responsibility to reconcile your share draft statement each month. There is a reconciliation option built into the E-Statement viewing when viewed with the XML format.

STATEMENTS – REGULAR SHARES – Regular share account statements are provided quarterly except if your account is inactive during the statement period and has a balance of less than \$100.00. Please note that the posting of a dividend does not make an account active for the purpose of determining whether or not a statement will be mailed to you. Also note that a Regular Share Account statement will be provided after the end of any calendar month period in which an electronic funds transaction is posted. Such monthly statement will list all transactions posted to that account type up to that point in the calendar quarter whether or not there were electronic funds transactions. Regular share statement periods run from January 1st thru March 31st, April 1st thru June 30th, July 1st thru September 30th and October 1st thru December 31st.

E-STATEMENTS – REGULAR SHARES – E-Statements for your regular share account are provided quarterly except if your account is inactive during the statement period and has a balance of less than \$100.00. Please note that the posting of a dividend does not make an account active for the purpose of determining whether or not a statement is provided to you. E-Statement notifications will be sent via email from the Credit Union's official E-Statement email address (estatements@scfcu.net). Also note that a Regular Share Account statement will be provided after the end of any calendar month period in which an electronic funds transaction is posted. Such monthly statement will list all transactions posted to that account type up to that point in the calendar quarter whether or not there were electronic funds transactions. Regular share statement periods run from January 1st thru March 31st, April 1st thru June 30th, July 1st thru September 30th and October 1st thru December 31st.

STATEMENTS – COMMON FEATURES – If you feel that there is a mistake in your account, you must notify the Credit Union as soon as possible. Any objection pertaining to any item shown on a periodic statement of your account is waived unless made in writing to the Credit Union before the end of sixty (60) days after the statement/e-statement is mailed, hand delivered to you or you are notified through email.

ACCOUNT TRANSFER – This account may not be transferred or assigned.

DIRECT DEPOSITS – If, in connection with a direct deposit plan, we deposit any amount in this account which should have been returned to the Federal Government for any reason, you authorize us to deduct the amount of our liability to the Federal Government from this account or from any other account you have with us, without prior notice and at any time, except as prohibited by law. We may also use any other legal remedy to recover the amount or our liability.

FACSIMILE SIGNATURES – You authorize us, at any time, to charge you for all checks, drafts, or other orders, for the payment of money, that are drawn on us regardless of by whom or by what means the facsimile signature(s) may have been affixed so long as they resemble the facsimile signature specimen on the signature card or that are filed separately with us, and contain the required number of signatures for this purpose.

RIGHT TO REPAYMENT OF INDEBTEDNESS – You each agree that we may (without prior notice and when permitted by law) charge against and deduct from this account any due and payable debt owed to us now or in the future, by any of you having the right of withdrawal, to the extent of such persons' or legal entity's right to withdraw. If the debt arises from a note, "any due and payable debt" includes the total amount of which we are entitled to demand payment under the terms of the note at the time we charge the account, including any balance the due date for which we properly accelerate under the note.

Our right to repayment does not apply to this account if: (a) it is an Individual Retirement Account (IRA) or other tax-deferred retirement account, or (b) the debt is created by a member credit transaction under a credit card plan, or (c) the debtor's right of withdrawal arises only in a representative capacity. We will not be liable for the dishonor of any check or draft when the dishonor occurs because we charge and deduct an amount you owe us from your account. You agree to hold us harmless from any claim arising as a result of our exercise of our right to repayment.

MEMBER IN GOOD STANDING & EXPULSION POLICY

MEMBER IN GOOD STANDING – Upon approval of a membership application by a majority of the Services Center Federal Credit Union's Board of Directors and deposit of the required minimum shares, an applicant is admitted to membership and is considered a member in good standing. Once a person becomes a member, that person may remain a member until the person chooses to withdraw or is expelled in accordance with applicable federal and state law and Credit Union bylaws. However, a member who draws his or her share account balance below the required minimum balance will cease to be a member in good standing if the minimum balance is not restored within the time specified by the Credit Union bylaws.

EXPULSION – It is the policy of Services Center Federal Credit Union to expect polite and fair treatment of its employees, volunteers, members and guests by Credit Union members or non-members. We reserve the right to deny services or on-site access, or to expel any member who verbally or physically harasses Credit Union employees, volunteers, members or guests in any manner. Any member who has caused the Credit Union a loss through failure to pay a debt or otherwise may also be expelled. Expulsion does not relieve the member of their liability for any and all amounts owed to the Credit Union. All applicable notifications, procedures and laws must be followed.

ELECTRONIC FUND TRANSFERS YOUR RIGHTS AND RESPONSIBILITIES

This Agreement and Disclosure is made in compliance with federal law regulating electronic funds transfer (EFT) services. Electronic funds transfers are electronically initiated transfers of money involving a share or share draft account at the Financial Institution. The following disclosures set forth your and our rights and responsibilities concerning the electronic funds transfers. In this Agreement, the words "you" and "your" mean those who sign as applicants or any authorized user(s). The words "we", "us" and "our" mean the Financial Institution.

PREAUTHORIZED ELECTRONIC FUNDS TRANSFERS

Types of Preauthorized Transfers.

You may arrange for us to complete the following preauthorized transfers to or from you share or share draft account(s):

- ◆ Pay certain recurring bills from your checking (share draft) or savings (share/sub share) account(s);
- ◆ Accept direct deposits from your employer, US Treasury Department, or other Financial Institutions to your checking (share draft) or savings (share) account.

Provisional Payment.

Credit given by us to you with respect to an automated clearing house credit entry is provisional until we receive final settlement for such entry through a Federal Reserve Bank. If we do not receive such final settlement, you are hereby notified and agree that we are entitled to refund of the amount credited to you in connection with such entry, and the party making payment to you via such entry (i.e. the originator of the entry) shall not be deemed to have paid you in the amount of such entry.

Notice of Receipt of Entry.

Under the operating rules of the National Automated Clearing House Association, which are applicable to ACH transactions involving your account, we are not required to give next day notice to you of receipt of an ACH item and we will not do so. However, we will continue to notify you of the receipt of payments in the periodic statements we provide to you.

Choice of Law.

We may accept on your behalf payments to your account which have been transmitted through one or more Automated Clearing Houses (ACH) and which are not subject to the Electronic Funds Transfer Act and your rights and obligations with respect to such payments shall be construed in accordance with and governed by the laws of the state of New York, as provided in the operating rules of the National Automated Clearing Association, unless it has been otherwise specified in a separate agreement that the law of some other state shall govern.

Limitations.

We have no limitations currently.

Fees and Charges.

- ◆ We do not charge for any preauthorized EFTs.
- ◆ We will charge \$20.00 for each stop-payment order for preauthorized transfers.
- ◆ If a withdrawal overdraws your account and the funds(s) in your designated overdraft protection account(s) are used to cover the withdrawal, then a \$3.00 overdraft transfer fee / Rescue Net advance fee may be charged per occurrence. No fee will be assessed if you, the member,

complete the transfer / advance using CU*Talk (audio response) or It's Me 247 (on-line / mobile web banking).

- ◆ If a withdrawal overdraws your account and the funds(s) in your designated overdraft protection account(s) are not sufficient in covering the withdrawal, then a \$20.00 NSF (Nonsufficient Funds) fee may be charged per occurrence.

Stop Payment Rights.

If you have told us in advance to make regular electronic fund transfers out of your account(s), you can stop any of these payments. Here's how: Call us at (605) 665-4309, or (605) 928-7520, or (605) 369-2909, or write us at the address specified in the Agreement, in time for us to receive your request three (3) business days or more before the payment is scheduled to be made. If you call, we may also require you to put your request in writing and get it to us within fourteen (14) days after you call. We will charge you \$20.00 for each pre-authorized draft stop payment you give us.

Notice of Varying Amounts.

If these regular payments vary in amount, the person you are going to pay will tell you, ten (10) days before each payment, when it will be made and how much it will be. You may choose instead to get this notice only when the payment would differ by more than a certain amount from the previous payment, or when the amount would fall outside certain limits that you set.

Liability for Failure to Stop Payment of Preauthorized Transfers.

If you order us to stop one of these payments three (3) business days or more before the transfer is scheduled, and we do not do so, we may be liable for your losses or damages.

ELECTRONIC CHECK TRANSFERS

Types of Electronic Check Transfers.

By issuing a paper check to a merchant, the merchant has the option to present the check electronically in the form of a one-time ACH transfer. With these types of transfers, a merchant uses your draft or check to electronically debit a share draft (checking) account through the ACH Network. Three types of electronic check transfers can appear on a member's account:

- ◆ Point of purchase (POP)
- ◆ Re-presented check (RCK)
- ◆ Accounts receivable truncated checks (which appear as ARC or "PPD" for "pre-authorized payment and deposit," and will be accompanied on the ACH activity report by a check number).

Limitations.

Re-presented check transfers are not subject to Reg. E, but fees debited electronically for re-presented checks are subject to Regulation E.

Fees and Charges.

- ◆ We do not charge for any Electronic Check Transfer(s).
- ◆ We will charge \$20.00 for each stop-payment order for preauthorized transfers.
- ◆ If a withdrawal overdraws your account and the funds(s) in your designated overdraft protection account(s) are used to cover the withdrawal, then a \$3.00 overdraft transfer fee / Rescue Net advance fee may be charged per occurrence. No fee will be assessed if you, the member, complete the transfer / advance using CU*Talk (audio response) or It's Me 247 (on-line / mobile web banking).

- ◆ If a withdrawal overdraws your account and the funds(s) in your designated overdraft protection account(s) are not sufficient in covering the withdrawal, then a \$20.00 NSF (Nonsufficient Funds) fee may be charged per occurrence.

ELECTRONIC BILL PRESENTMENT – CU*EASYPAY

Electronic Bill Presentments.

By enrolling and providing your account number, you authorize to send your billing data to CheckFree Corporation (“CheckFree”) for electronic bill presentment. You authorize it to debit your checking account on the selected payment date and remit funds to the Payee on your behalf.

Limitations.

Bill payment cutoff time is 10:59 p.m. Central Time on any business day and is the time which you must transmit payment instructions to have them considered entered on that particular Business Day. “Business Day” means Monday through Friday, excluding Federal Reserve holidays. 10 transactions will be allowed per month. Any transactions over this amount, will be assessed the appropriate per transaction over the allowed amount. All scheduled payment dates selected by you be no less than five (5) business days before the actual due date, not the late date and/or a date in the grace period. Payment instructions entered after the cutoff time or on non-business days will be considered entered in the service on the next business day.

Prohibited Payments.

The following payments are prohibited:

1. Tax Payments;
2. Court ordered payments; and,
3. Payments to Payees outside of the United States.

Fees and Charges.

- ◆ There is no charge for canceling or editing a pending payment
- ◆ We will charge a monthly enrollment fee of \$3.00.
- ◆ We will charge \$0.25 per transaction that is over the allowed 10 per month.
- ◆ If a withdrawal overdraws your account and the funds(s) in your designated overdraft protection account(s) are used to cover the withdrawal, then a \$3.00 overdraft transfer fee / Rescue Net advance fee may be charged per occurrence. No fee will be assessed if you, the member, complete the transfer / advance using CU*Talk (audio response) or It's *Me* 247 (on-line / mobile web banking).
- ◆ If a withdrawal overdraws your account and the funds(s) in your designated overdraft protection account(s) are not sufficient in covering the withdrawal, then a \$20.00 NSF (Nonsufficient Funds) fee may be charged per occurrence.

Liability for Unauthorized Transfers – CU*EasyPay.

If you tell us within two (2) Business Days after you discover your bill payment password or other means to access your account has been lost or stolen, you can lose no more than \$50.00 if someone uses your bill payment password or other means to access your account without your permission. If you do not tell us within two (2) Business Days after you learn of such loss or theft, and we can prove that we could have prevented the unauthorized use of your bill payment password or other means to access your account if you had told us, you could lose as much as \$500.00. If your monthly statement contains transfers that you did not make, tell us at once. If you do not tell us within sixty (60) days after the statement was mailed to you, you may lose any amount transferred without your authorization, after the sixty (60) days, if we can prove that we could have stopped

someone from taking the money had you told us in time. If a good reason (such as a long trip or a hospital stay) prevented you from telling us, we may extend the period.

AUDIO RESPONSE & ONLINE / MOBILE WEB BANKING

Types of Audio Response and Online / Mobile Web Banking Services.

You may access your account(s) by using a personal identification number (PIN) assigned to you and your account number in our audio response and online / mobile web banking system once an account access agreement has been completed and signed. At the present time you may use the systems to:

- ◆ Transfer funds between accounts.
Note - Signed authorizations are required for you to transfer between different base accounts.
- ◆ Receive tax information on dividends earned or interest paid on your account(s).
- ◆ Obtain balance information on your account(s).
- ◆ Verify the last date and amount of your payroll deposit(s).
- ◆ Determine if a particular check has cleared your account.
- ◆ Obtain balance and payment information on loan accounts.
- ◆ Change your PIN and/or answers to security questions.

Limitations on Frequency and Amount.

- ◆ There is no limit on the number of inquiries, transfers, or withdrawals.
- ◆ There is no limit on the amount of any transfer or withdrawal from the funds in your account(s). If the transfer or check withdrawal exceeds \$10,000.00, the request must be separated into two or more separate transfers or check withdrawal requests.

Fees and Charges for Audio Response Transactions.

- ◆ We do not charge for any Audio Response or Online / Mobile Web Banking transactions.

SERVICES CENTER FEDERAL CREDIT UNION VISA DEBIT CARD

Types of Transactions.

You may use the card and PIN issued you to pay for purchases from merchants who have agreed to accept the card at point of sale (POS) terminals within the networks identified on your card or terminal.

Limitations.

- ◆ YOU MAY MAKE PURCHASES OR WITHDRAW FUNDS UP TO THE AMOUNT IN YOUR CHECKING (SHARE DRAFT) ACCOUNT.
- ◆ YOU MAY WITHDRAW UP TO YOUR PREAUTHORIZED LIMIT DAILY.
- ◆ You MAY NOT transfer funds from savings (share) or checking (share drafts).
- ◆ Your daily cash withdrawal limit may be up to \$210.00. The withdrawal limit pertains to a 24-hour period.
- ◆ You are NOT allowed to deposit funds into your share or share draft accounts.

Fees and Charges.

- ◆ Any withdrawals transacted from ATMs owned and operated by the Credit Union Will NOT result in a surcharge fee or a \$1.00 transaction/posting fee. Contact the Credit Union for the nearest location(s) of the Credit Union's ATM machine(s).

- ◆ There is a \$1.00 WITHDRAWAL FEE FOR EVERY TRANSACTION MADE FROM YOUR CHECKING ACCOUNT (SHARE DRAFT) from ATMs not owned and operated by the Credit Union, plus any additional fee(s) the ATM machine may charge! The fee will be deducted automatically upon receipt of the transaction.
- ◆ Purchases and cash withdrawals made in foreign currencies will be debited from your account in U.S. dollars. The exchange rate between the transaction currency and the billing currency used for processing international transactions is a rate selected by Visa U.S.A., Inc. ("Visa") from a range of rates available in wholesale currency markets for the applicable central processing date, which rate may vary from the rate Visa itself receives, or the government mandated rate in effect for the applicable central processing date. The exchange rate used on the processing date may differ from the rate that would have been used on the purchase date or cardholder statement posting date. **A fee of 1% of the amount of the transaction**, calculated in U.S. dollars, will be imposed on all foreign transactions, including purchases, cash withdrawals and credits to your account. A foreign transaction is any transaction that you complete or a merchant completes on your card outside of the U.S., Puerto Rico or the U.S. Virgin Islands.
- ◆ If a withdrawal overdraws your account and the funds(s) in your designated overdraft protection account(s) are used to cover the withdrawal, then a \$3.00 overdraft transfer fee / Rescue Net advance fee may be charged per occurrence. No fee will be assessed if you, the member, complete the transfer / advance using CU*Talk (audio response) or It's *Me* 247 (on-line / mobile web banking).
- ◆ If a withdrawal overdraws your account and the funds(s) in your designated overdraft protection account(s) are not sufficient in covering the withdrawal, then a \$20.00 NSF (Nonsufficient Funds) fee may be charged per occurrence.

Non-activated SCFCU VISA Debit Card.

- ◆ Any SCFCU VISA Debit Card that has not been activated within 90-days of being issued will be subject to deletion and removed from the system. Any SCFCU VISA Debit Card that has had no activity within 180-days from the last transaction will also be subject to deletion and removed from the system. SCFCU members wishing to reapply will be subject to the \$5.00 reissue fee.

Personal Identification Number (PIN).

The SCFCU VISA debit card, SCFCU VISA credit card PIN or Audio Response/Online/Mobile Web Banking PIN issued to you is for your security purposes. The numbers are confidential and should not be disclosed to third parties or recorded on the card. You are responsible, for safekeeping your PIN(s). You agree not to disclose or otherwise make any of the above listed PINs available to anyone not authorized to sign your account(s).

Termination of Debit Card, Audio Response, and Online / Mobile Web Banking Services.

You agree that we may terminate this Agreement and your use of the SCFCU VISA debit card or Audio Response/Online/Mobile Web Banking services, if:

- ◆ You or any authorized use of your SCFCU VISA debit card PIN or Audio Response/Online/Mobile Web Banking PIN breach this or any other agreement with us;
- ◆ We have reason to believe that there has been an unauthorized use of your SCFCU VISA debit card PIN or Audio Response/Online/Mobile Web Banking PIN;
- ◆ You have not activated your SCFCU VISA debit card within 90-days of receiving it.
- ◆ We notify you or any other party to your account that we have cancelled or will cancel this Agreement. You or any other party to your account can terminate this Agreement by notifying us in writing.
- ◆ You have not used your Debit Card within 180-days since the last transaction.

Termination of service will be effective the first business day following receipt of your written notice. Termination of the Agreement will not affect the rights and responsibilities of the parties under the Agreement for transactions initiated before termination.

THE FOLLOWING LIMITATIONS MAY BE APPLICABLE TO YOUR ACCOUNTS, EXCEPT AS PROVIDED BY LAW:

Liability for Unauthorized SCFCU VISA Point of Sale Debit Card Transactions.

Tell us **AT ONCE** if you believe your SCFCU VISA debit card has been stolen or of any unauthorized transactions. Your liability for unauthorized use of your SCFCU VISA debit card when it is used for a point of sale will not exceed **(A)** Zero dollars (\$0.00) liability if you report the loss or theft of the card within two (2) business days of discovery that your point of sale debit card was lost or stolen, or **(B)** Fifty dollars (\$50.00) liability if you report the loss or theft of your debit card after two (2) business days of discovery that your point of sale debit card was lost or stolen. For other assertions of unauthorized VISA point of sale debit card transactions, there is a maximum of fifty dollars (\$50.00) liability if you provide proper notification of unauthorized VISA point of sale debit card transactions. We may require you to provide a written statement regarding claims of unauthorized debit card transactions. Unauthorized transactions under \$10.00 cannot be disputed through the Credit Union or Certegy/VISA.

These provisions limiting your liability do not apply to SCFCU VISA credit cards or VISA, CIRRUS, or PULSE ATM transactions; and apply only to cards issued in the United States. With respect to unauthorized transactions, these limits may be exceeded to the extent allowed under applicable law (see **Liability for Unauthorized Transfers** paragraph below) only if we determine that you were grossly negligent or fraudulent in the handling of your account or SCFCU VISA debit card. To notify us of lost or stolen cards or of unauthorized transactions call or write to us at the telephone number or address set forth on page one of this disclosure. This will help prevent unauthorized access to your account and minimize any inconvenience.

Unless you have been grossly negligent or have engaged in fraud, you will not be liable for any unauthorized SCFCU VISA Debit Card transactions conducted through the VISA network. Debit card transactions settled outside the VISA network are susceptible to the Reg E. limitations pointed out in the above section entitled: "Liability for Unauthorized SCFCU VISA Point of Sale Debit Card Transactions"

VISA is a registered trademark of VISA International.

In addition to the limitations set forth above, the following limitations may be applicable to your accounts.

Liability for Unauthorized Transfers.

Tell us **AT ONCE** if you believe your SCFCU VISA debit card or PIN, or audio response/online/mobile web banking PIN has been lost or stolen, or if you believe that an electronic fund transfer has been made without your permission using information from your check. Telephoning is the best way of keeping your possible losses down. You could lose all the money in your account (plus your maximum overdraft line of credit). If you tell us within 2 business days after you learn of the loss or theft of your SCFCU VISA debit card or PIN, or audio response/online/mobile web banking PIN you can lose no more than \$50.00 if someone used your SCFCU VISA debit card or PIN, or audio response/online/mobile web banking PIN without your permission.

If you do NOT tell us within 2 business days after you learn of the loss or theft of your SCFCU VISA debit card or PIN, or audio response/online/mobile web banking PIN, and we can prove we could have stopped someone from using your SCFCU VISA debit card or PIN, or audio response/online/mobile web banking PIN without your permission if you had told us, you could lose as much as \$500.00.

Also, if your statement shows transfers that you did not make, including those made by card, code or other means, tell us at once. If you do not tell us within 60 days after the statement was mailed to you, you may not get back any money you lost after the 60 days if we can prove that we could have stopped someone from taking the money if you had told us in time. If a good reason (such as a long trip or a hospital stay) kept you from telling us, we will extend the time periods.

Our Liability for Failure to Make Transfers.

If we do not complete a transfer to or from your account on time or in the correct amount according to our agreement with you, we will be liable for your losses or damages. However, there are some exceptions. We will **NOT** be liable for instance:

- ◆ If, through no fault of ours, you do not have enough money in your account to make the transfer.
- ◆ If the transfer would go over the credit limit on your overdraft line.
- ◆ If the money in your account is subject to legal process or other claim restricting such transfer.
- ◆ If circumstances beyond our control (such as fire or flood) prevent the transaction, despite reasonable precautions that we have taken.
- ◆ There may be other exceptions stated in our agreement with you.

Business Days.

Our business days are Monday through Saturday, excluding Federal Holidays and other Holidays as advertised.

Documentation.

Periodic Statement.

You will get a monthly account statement from us for your Share Draft account(s) if there is activity in the account or your balance is over \$100.00. Statements will be provided after the end of each calendar quarter for regular share account(s). Statements for regular share accounts will be provided after the end of any calendar month in which an electronic funds transaction is posted.

Terminal Receipt.

You can get a receipt at the time you make any transaction against your account(s) using a SCFCU VISA debit card at ATMs or purchases at POS terminals.

Direct Deposits.

If you have arranged to have direct deposits made to your account at least once every sixty (60) days from the same person or company, you can access your accounts by using a personal identification number (PIN) assigned to you and your account number in our audio response and online/mobile web banking system.

Disclosure of Account Information to Third Parties

We will disclose information to third parties about your account or the transfers you make:

- ◆ To complete transfers as necessary;
- ◆ To verify the existence and condition of your account upon the request of a third party, such as a credit bureau ; or
- ◆ To comply with government agency or court orders; or
- ◆ If you give us your written permission.

Notices.

All notices from us will be effective when we have mailed them or delivered them to your last known address/email address on our records. Notices from you will be effective when received by us at the telephone number or the address specified in the Agreement. We reserve the right to change the terms and conditions upon which this service is offered. We will mail notice to you at least twenty-one (21) days before the effective date of any change, as required by law. Use of this service is subject to existing regulations governing your account and any future changes to those regulations.

Enforcement.

In the event either party brings a legal action to enforce this Agreement or collect amounts owing as a result of any Account transaction, the prevailing party shall be entitled to reasonable attorneys' fees and costs, including fees on any appeal, subject to any limits under applicable law.

In Case of Errors or Questions about Your Electronic Transfers.

If you think your statement or receipt is wrong or if you need more information about a transaction listed on the statement or receipt. We must hear from you no later than sixty (60) days after we sent the FIRST statement on which the problem or error appeared.

- ◆ Tell us your name and account number (if any).
- ◆ Describe the error or the transfer you are unsure about and explain as clearly as you can why you believe it is an error or why you need more information.
- ◆ Tell us the dollar amount of the suspected error.

If you tell us orally, we may require that you send us your complaint or question in writing within ten (10) business days.

We will determine whether an error occurred within three (3) business days after completing our investigation. If we decide that there was no error, we will send you a written explanation. You may ask for copies of the documents that we used in our investigation. If a notice of error involves an electronic fund transfer that occurred within thirty (30) days after the first deposit to the account was made, the applicable time periods for action shall be twenty (20) business days in place of ten (10) business days. If a notice of error involves an electronic funds transfer that was initiated in a foreign country, occurred within thirty (30) days after the first deposit to the account was made, or is a point of sale debit card transaction, the applicable time period for action shall be ninety (90) calendar days in place of forty five (45) calendar days. If a notice of error involves unauthorized use of your SCFCU VISA debit card when it is used as a point of sale, we will provide provisional credit within five (5) business days after you notify us instead of within ten (10) or twenty (20) business days. We may withhold providing this accelerated provisional credit, to the extent allowed under applicable law, if the circumstances or account history warrants the delay.

Telephone us at (605) 665-4309

Fax us at (605) 665-4314

Or

Write us at

Services Center Federal Credit Union

PO BOX 704 * 609 West 21st Street

Yankton, SD 57078

SUPERVISORY COMMITTEE

PO BOX 386

Yankton, SD 57078

FUNDS AVAILABILITY DISCLOSURE

Our policy is to allow you to withdraw funds deposited into your account on the next business day after or the same day we receive your deposit. Our normal business days are Monday through Saturday, excluding Sunday and federal holidays. For funds availability purposes, Monday through Friday are considered business days. Saturdays, Sundays and federal holidays are NOT business days. Your deposit will be considered received, however, only on a day that we are open for business. For example, if you deposit on Thanksgiving, we consider the deposit made on Friday, the next day we are open for business. If you make your deposit after 5:00 p.m. on any given business day, we consider it made on the next business day.

Please remember that even after we have made funds available to you and you have withdrawn the funds, you are still responsible for checks you deposit that are returned to us unpaid and for any other problems involving your deposit.

LONGER DELAYS MAY APPLY

In some cases, we may find it necessary to delay your ability to withdraw funds deposited into your account by check beyond the next business day.

When we do extend the delay, you may not withdraw—either in cash or by writing checks to others—more than the first \$100.00 of the deposit until the hold expires. The length of the delay will vary with the type of check you are depositing. It may last as long as seven (7) business days after the day of your deposit (counting the business day after the day of the deposit as day one (1)).

Any time we decide to delay your ability to withdraw funds beyond the next business day, we will notify you at the time of your deposit, and we will specify the date on which you can begin to withdraw these funds. (If your deposit was made other than directly to a credit union employee, we will notify you by mail the business day after we receive your deposit.)

If you need the funds from a deposit right away, you should ask us when the funds will be available.

We may also delay your ability to withdraw funds deposited by check into your account an additional number of days for these reasons:

- ◆ If we believe the check you are depositing is uncollectible.
- ◆ If you make deposits in any one (1) day that exceed \$5,000.00.
- ◆ If you redeposit a check that has been returned unpaid.
- ◆ If you have overdrawn your account three (3) or more times in the last six (6) months.
- ◆ There is an emergency, such as failure of communications or computer equipment.

Again, we will notify you if we do this, and tell you when you will be able to withdrawal the funds. They will generally be available the day after the seventh business day (counting the business day after the day of the deposit as day one (1)).

SPECIAL RULES FOR NEW ACCOUNTS

If your account has been open 30 days or less, we may further limit your ability to withdraw funds deposited by check, but only during the first 30 days.

Funds from electronic deposits to your account will be available on the day we receive the deposit. Funds from deposits of cash, wire transfers, and the first \$5,000.00 of a day's total deposits of cashier's, certified, teller's, traveler's, federal, state, and local government checks will be available on the first business day after the day of your deposit if the deposit meets certain conditions. For example, the checks must be

payable to you (and you may have to use a special deposit slip). The excess over \$5,000.00 will be available on the ninth (9th) business day after the day of your deposit. If your deposit of these checks (other than a U.S. Treasury Check) is not made in person to one of our employees, the first \$5,000.00 will not be available until the second (2nd) business day after the day of your deposit.

Funds from all other check deposits will be available on the ninth business day after the day of your deposit.

MEMBERSHIP INACTIVITY DISCLOSURE

If your member account(s) has no activity, other than the posting of dividends during a continuous 12 month period and has an aggregate balance of \$100.00 or less, your account may be subject to a \$3.00 per month inactive fee. If your member account(s) is reduced below par value due to the inactivity fee, you have one month to increase the balance of your account(s) to at least par value or your membership may be terminated. If your member account(s) have IRA's, certificates, loans, debit cards, credit cards, or safe deposit boxes the inactivity fee does not apply.

TRUTH-IN-SAVINGS DISCLOSURE REGULAR SHARE (SAVINGS) ACCOUNT

Dividend Period – For this account type, the dividend period is monthly.

Dividend APY (Annual Percentage Yield) – The dividend rate and annual percentage yield may change every dividend period. The dividend rate for your account is determined monthly by the Credit Union Board of Directors.

Dividend Computing – Dividends will be computed on a daily balance.

Dividend Posting – Dividends will be posted to your account on the last day of each month. If you close your regular share account before dividends are credited, you will not receive accrued dividends.

Minimum Balance Requirements – The minimum balance required to open this account is \$10.00. You must maintain a daily balance of at least \$25.00 in your account each day to obtain the disclosed annual percentage yield. Once an account balance exceeds the minimum balance, dividends will be paid on the entire amount in the account for that day.

Daily Balance Computation Method – Dividends are calculated by the daily balance method which applies a daily periodic rate to the balance in the account each day that the account balance equals or exceeds the minimum balance required to earn dividends.

Par Value of a Share – The par value of a share in this account is \$10.00.

Re-Opening of Regular Share (Savings) Account – If you choose to close your regular share (savings) account and return to open a new regular share (savings) account within four (4) weeks, you may be subject to a \$2.00 re-open account fee.

SUB-ACCOUNT SAVINGS

Opening Information – You may open other savings accounts under your base share account. These may be used at your discretion for special purposes, such as, a Christmas account, vacation account, or taxes and insurance account. There is no minimum balance required on this account and there is no par value. The dividend rate, annual percentage yield, dividend period, compounding and crediting, and the minimum balance to earn a dividend are the same as a regular share account.

TRADITIONAL IRA, ROTH IRA OR ROTH CONVERSION IRA REGULAR SHARE ACCOUNT

Dividend Period – For this account type, the dividend period is monthly. The Credit Union Board of Directors will declare dividends each month.

Dividend APY (Annual Percentage Yield) – The dividend rate and annual percentage yield may change every dividend period. The dividend rate for your account is determined by the Credit Union Board of Directors.

Dividend Computing – Dividends will be computed on a daily balance.

Crediting – Dividends will be credited to your account on the last day of each month. If you close your IRA regular share account before dividends are credited, you will not receive accrued dividends.

Minimum Balance Requirements – You must maintain a daily balance of at least \$25.00 in your account each day to obtain the disclosed annual percentage yield. Once an account balance exceeds the minimum balance, dividends will be paid on the entire amount in the account for that day.

Daily Balance Computation Method – Dividends are calculated by the daily balance method which applies a daily periodic rate to the balance in the account each day that the account balance equals or exceeds the minimum balance required to earn dividends.

SHARE DRAFT (CHECKING) ACCOUNT

Minimum Balance Requirements – No minimum balance requirements apply to this account.

Transaction Limitations – No transaction limitations apply to this account unless otherwise stated in the Common Features section.

COMMON FEATURES

Bylaw Requirements – You must complete payment of \$10.00 in your Shares (Savings) account as a condition of admission to membership. This money is yours and will be returned to you if the account is closed.

Transactions Limitation – We reserve the right to at any time require not less than seven days notice in writing before each withdrawal from an interest-bearing account other than a share certificate, or from any other share (savings) account as defined by Regulation D.

Nature of Dividends – Dividends are paid from current income and available earnings, after required transfers at the end of a dividend period.

National Credit Union Share Insurance Fund (NCUSIF) – Member accounts in this Credit Union are federally insured by the National Credit Union Share Insurance Fund.

Accrual of Dividends on Non-cash Deposits – Dividends will begin to accrue on the first business day after the banking day you place non-cash items (for example checks) into your account.

The following fees may be assessed against your account and the following transaction limitations, if any, apply to your account.

Account Balancing Assistance Fee.....	\$10.00 per hour
Account Inactivity Fee (per month).....	\$3.00
Additional Debit Card(s)	\$5.00
Address Correction Fee.....	\$5.00
ATM Transaction Fee at non-SCFCU owned ATMs.....	\$1.00 per withdrawal
Cashier's Check.....	\$5.00
Copy of 1099, 1099R, 1098 or 5498.....	\$2.00
Copy of Cleared Draft (includes front and back)	\$1.00
Copy of Previous Month or Quarter Statement.....	\$2.00
CU*EasyPay Monthly Fee.....	\$3.00
CU*EasyPay per transaction over allowed amount	\$.25
Draft Printing.....	(fee depends on style of draft ordered)
Foreign Transaction Fees (VISA)	1% of transaction amount
Finding a Current Balance.....	\$10.00
Money order (only sold to \$1,000.00).....	\$1.00
Non-Return Fee (each).....	\$20.00
NSF Fee (each).....	\$20.00
NSF Fee (preauthorized withdrawal(s) per occurrence).....	\$20.00
NSF Fee (debit card overdraft(s) per occurrence).....	\$20.00
Overdraft Transfer Charge (This fee may be assessed per occurrence).....	\$3.00
Photo Copy.....	\$.25
Printout Fee (Interim Statement).....	\$2.00
Re-Open Account Fee (Regular Shares Only).....	\$2.00
Rescue Net Advance Fee (This fee may be assessed per occurrence).....	\$3.00
Research Fee.....	\$10.00 minimum and \$10.00 per hour thereafter
Stop Payment Charge.....	\$20.00
Stop Payment Charge (preauthorized draft).....	\$20.00
Temporary checks (each) (except for new accounts).....	\$.25 per check with a minimum of four
VISA Prepaid Gift Card.....	\$3.50 per card
VISA Prepaid Gift Card Value Reload.....	\$1.00 per occurrence
Wire Transfer Fee (Outgoing)	\$15.00
Wire Transfer Fee (Foreign).....	\$50.00 minimum

YOUR ACCOUNT

These are the accounts you have opened or inquired about. Further details about these accounts are contained in this disclosure. If the figures are not filled in, please see the insert that is with this disclosure or your periodic statement.

SHARE SAVINGS ACCOUNT

Last declared dividend rate:

As of the last dividend declaration date, the dividend rate on your account was _____% with an annual percentage yield of _____%.

SUB SHARE SAVINGS ACCOUNT

Last declared dividend rate:

As of the last dividend declaration date, the dividend rate on your account was _____% with an annual percentage yield of _____%.

TRADITIONAL IRA, ROTH IRA OR ROTH CONVERSION IRA REGULAR SHARE ACCOUNT

Last declared dividend rate:

As of the last dividend declaration date, the dividend rate on your account was _____% with an annual percentage yield of _____%.

SHARE DRAFT (CHECKING) ACCOUNT