

59-month Option Certificate

A 59-month Option Certificate gives you the option of a one-time rate “bump” during the original term of the certificate. The Option Certificate also includes an add-on feature which allows for the one-time addition of funds at the time the rate is bumped.

The Option Certificate requires a minimum \$1,000 opening balance. Additional funds may be added at the time the rate is bumped. The new rate will match the rate currently in effect for the certificate term closest to, but no longer than, the term remaining on the Option Certificate. The one-time option may be exercised at the request of any certificate owner. The new rate will carry forward from the date of the increase and will remain in effect until the certificate maturity date. Unless you instruct us otherwise, at maturity, your certificate will be renewed at the terms and conditions of a traditional (non-Option) 60-month certificate. You will have a grace period of 10 calendar days following the maturity date to make changes, withdrawals, or deposits without penalty. This applies to consumer accounts only. There may be a penalty for early withdrawal of certificate funds. The penalty is equal to 180 days of dividends. The Option Certificate may be closed without penalty for early withdrawal if the entire balance is transferred to a certificate with a longer term than the term remaining on the Option Certificate.

Dividends are compounded quarterly and paid quarterly. The Annual Percentage Yield assumes dividends remain in the account until maturity. Withdrawal of dividends will reduce earnings. Refer to the accompanying “Account Disclosure Rate Supplement and Schedule of Fees and Charges” for the dividend rate and corresponding Annual Percentage Yield on your Option Certificate account. Fees could reduce earnings. The Option Certificate is subject to change and may end without notice at any time.

For current rate information, contact us at **801-375-2120** or online at **www.freedomcu.com**.

To help you better understand, we have provided examples below:

Example 1: *You open a 59-month Option Certificate. When you have 38 months remaining on the term, rates rise. You request a “bump” to increase your rate to the current published rate of the 36-month term certificate. You may also choose to add additional funds at the same time.*

Example 2: *You open a 59-month Option Certificate. When you have 38 months remaining on the term, rates rise. You may close your Option Certificate and transfer the funds to a 60-month term certificate at the current published rate. The early withdrawal penalty will be waived. You may also choose to add additional funds at the same time.*

Freedom Credit Union is federally insured by the National Credit Union Administration to \$250,000 per depositor.