

REGULATION D

Important Information About Your Savings and Money Market Accounts

Regulation D is a federal regulation with which all financial institutions, including C1CU, must comply. Financial Institutions are required to establish a non-interest bearing reserve account with the Federal Reserve based on the percentage of dollars the institution has in transaction accounts.

Regulation D separates accounts into three basic categories:

1. Time Deposits – Certificate or term accounts
2. Transaction Accounts – Checking accounts
3. Savings Deposits – regular share and money market accounts

For an account to be classified as a savings account, financial institutions must restrict certain transfers and third party withdrawals from the account to six (6) per month.

Limited Transactions

Any combination of the following transactions count towards your six (6) transfer limit per calendar month:

1. Any transfer from your savings or money market accounts to any other C1CU account that is made through any of the following services:
 - Online Banking
 - Mobile Banking
 - Telephone Banking
 - Overdraft transfer to checking
 - Fax requests
 - Telephone/Call Center
 - Automatic Withdrawal
 - Wires
2. Any pre-authorized automatic withdrawals and any check to a third party from your savings or money market account.

After the six (6) allowable transactions have been reached for the month, future transfers will be charged an excess transaction fee.

Unlimited Transactions

The following transactions are not limited by Regulation D.

- Cash machine (ATM) withdrawals and transfers
- Transfer requests made in person
- Transfer request receive by mail
- Transfers from Line of Credit to checking (overdraft protection)
- Transfers from checking to other accounts
- C1CU loan or Visa payments
- Written requests deposited into the Night Drop

Helpful Suggestions

- Set up preauthorized automatic withdrawals from your checking account, which has unlimited withdrawal limits.
- Set up a C1CU Line of Credit for overdraft protection. Transfers from your Line of Credit are unlimited. There is no annual fee and you pay interest only on the amount of funds advanced for the time period the money is borrowed.

For more information, please contact 1.800.247.7328 and ask for a CU Banker or Branch Manager. Thanks!