

TRUTH IN SAVINGS

Direct Interest Checking Account Disclosure



RATE INFORMATION. The interest rate on your account is 0.050% with an annual percentage yield of 0.05%.

Your interest rate and annual percentage yield may change.

Determination of Rate. At our discretion, we may change the interest rate on your account.

Frequency of Rate Changes. We may change the interest rate on your account at any time.

Limitations on Rate Changes. There are no maximum or minimum interest rate limits for this account.

COMPOUNDING AND CREDITING. Interest will be compounded monthly and will be credited to the account monthly.

MINIMUM BALANCE REQUIREMENTS. You must deposit \$50.00 to open this account.

You must maintain a minimum daily balance of \$0.01 in the account each day to obtain the disclosed annual percentage yield. You will earn interest for every day during the period that your account equals or exceeds the minimum daily balance requirement.

DORMANT/INACTIVE ACCOUNT INFORMATION. After 5 years of no activity, a \$50.00 fee will be charged and funds will be subject to escheat.

PROCESSING ORDER. Transactions may not be processed in the order they occur. Checks presented over the counter will be paid in the order they are processed before, including items. Including checks will be paid in check number order on the business day the file is received. ACH (Automated Clearing House) transactions are processed on the business day the files are received from the Federal Reserve Bank. The processing order of these items is important because if there is not enough money in the account to pay for the items in the order they are processed in accordance with the processing order, there may be an overdraft on your account which may result in overdraft or non-sufficient funds fees or an increase in the amount of these fees.

COURTESY OVERDRAFT PROGRAM. An overdraft occurs when you do not have sufficient funds in your account to cover a transaction. The Association may at its discretion pay these transactions causing your account to be overdrawn. The Association has standard overdraft practices that come with an account and may charge an overdraft fee. The Association may authorize and pay overdrafts for checks, automatic bill payments, and other transactions made using your checking account number. ATM withdrawals and everyday one-time debit card payments cannot be returned due to insufficient funds. The Association does NOT authorize and pay overdrafts for ATM transactions and everyday one-time debit transactions unless you request the Association to pay them by completing the Association's Overdraft Service Consent Form. Customers will be notified when overdrafts are paid.

If unable to verify information obtained at account opening or notification is received that leads the Association to believe the account will not be handled in an appropriate manner, the Association reserves the right to terminate the automatic overdraft protection program. First Federal Lakewood will not report negative information to consumer reporting agencies for overdrafts repaid in accordance with program guidelines. Account holders may opt-out of the automatic overdraft protection program by notifying First Federal Lakewood in writing.

Accounts overdrawn more than 7 consecutive business days may be charged a daily overdraft fee of \$5.00 (refer to fee schedule). Accounts overdrawn more than 60 consecutive calendar days may be closed.

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.

ACCRUAL ON NONCASH DEPOSITS. Interest is calculated for the first day of deposit, but is not calculated for the day a withdrawal is made. Interest begins to accrue on the next business day after a non-cash item is deposited (for example, checks).

TRANSACTION LIMITATIONS. No share loans, no custodian (OTMA) accounts, no more than 3 signers on an account, no IRA's, no monthly interest checks. FFL reserves the right to require that a customer give 7 days prior written notice of any intended withdrawal. May be subject to hold on non-cash deposits.

ADDITIONAL INFORMATION REGARDING YOUR ACCOUNT. If offered, First Federal Lakewood reserves the right to limit any bonuses that may be paid.

FEES AND CHARGES. Please refer to the separate Fee Schedule provided to you with this disclosure for information about fees and charges associated with this account. A Fee Schedule will be provided to you at the time you open an account, periodically when fees or charges change, and upon request.