



## Credit Union Combined Certificate Disclosures

**Dividends:** The dividend rate is set as of the date the certificate is purchased and funded. The Certificate/SaveFirst Account has a minimum balance requirement and will earn dividends for each monthly dividend period at the dividend rate and Annual Percentage Yield (APY) specified. Dividends are a division and distribution of earnings among members, after all expenses have been paid and the required amount has been set aside for reserves. Payment of all dividends is dependent on the availability of earnings at the end of the period. Dividends are earned from day-of-deposit to day-of-withdrawal at the specified rate. Dividends are computed using the daily balance method by applying the daily periodic rate for the full amount in your account at the end of each day. Dividends are credited to the Certificate/SaveFirst Account on the last calendar day of each month in which they are earned unless another dividend distribution option has been chosen. The APY assumes dividends remain in the account until maturity. Early withdrawals reduce earnings. Rates for three-year Variable Rate Certificates may change on the Certificate's anniversary dates (at 12 and 24 months) and are based on the one-year Constant Maturity Treasury (CMT). Navy Federal guarantees that the Certificate's dividend rate will never decrease more than one-half percentage point (0.50%) below the dividend rate at the time the Certificate was purchased or renewed, and there is no upper limitation on dividend rate changes.

**Penalties for Early Withdrawal:** (a) If the Certificate/IRA term is one year (or less) for certificates and all SaveFirst Accounts, the amount forfeited is equal to the lesser of: (1) all dividends for 90 days on the amount withdrawn, or (2) all dividends on the amount withdrawn since the date of issuance or renewal. (b) If the Certificate/IRA term is greater than one year, the amount forfeited is equal to the lesser of: (1) all dividends for 180 days on the amount withdrawn, or (2) all dividends on the amount withdrawn since the date of issuance or renewal. (c) If the Certificate/IRA term is five years or greater, the amount forfeited is equal to the lesser of: (1) all dividends for 365 days on the amount withdrawn, or (2) all dividends on the amount withdrawn since the date of issuance or renewal. (d) In the case of an early withdrawal that brings the remaining Certificate balance lower than the minimum balance requirement, the Certificate will be (1) closed to an existing Certificate/IRA Certificate; (2) closed and funds transferred to your IRA savings or MMSA IRA account, if one exists; otherwise, a new IRA savings will be opened for the funds; or (3) adding funds (*per member's request*) to bring the account balance back to the required minimum. Penalties may apply. You consent to the opening of such an account if necessary. (e) In accordance with Federal Reserve Regulation D, withdrawals made within the first six days of a new Certificate/SaveFirst purchase (*not renewed*) are subject to a seven-day, early-withdrawal dividend penalty.

**Penalty Exceptions:** Penalties will not be applied to any of the following: (a) withdrawals of dividend payments only, (b) withdrawals subsequent to the death of any owner of the Certificate/SaveFirst Account, (c) withdrawals made as a result of the voluntary or involuntary liquidation of the Credit Union, or (d) withdrawals of Required Minimum Distributions (RMDs) (*Traditional and SEP IRAs only*).

**Special EasyStart<sup>SM</sup> Certificates:** Limit one Special EasyStart Certificate per product type per member. Product types include Share, IRA (either Traditional, Roth, or SEP), and ESA. The Special EasyStart Certificate has a \$50 minimum balance and a \$3,000 maximum contribution limit. Additional deposits are allowed at any time subject to the maximum contribution limit. Certificate owner(s) age 18 and older must have direct deposit\* and a Navy Federal checking account within 90 days of the certificate issue date. If these requirements have not been satisfied by the 90th day, your Special EasyStart Certificate dividend rate will be adjusted to the prevailing dividend rate of the 12-month EasyStart Certificate for the remainder of the certificate's term. At maturity, the Special EasyStart Certificate will automatically renew and any amount exceeding the \$3,000 maximum contribution limit will be transferred to your Membership Savings Account unless instructed otherwise.

**\*You may qualify for direct deposit if you have (1) a recurring ACH from employer, military pay, or certain government agency pay or benefits in your name that is deposited into a Navy Federal deposit account where you are Primary or Secondary Owner; OR (2) Mobile deposits, ATM deposits, Branch deposits, payments from the FedNow<sup>®</sup> Payment network, the Real Time Payment network or third party services that facilitate payments to your debit card using the Navy Federal Credit Union Debit Card, totaling at least \$500 and recurring for at least three out of four consecutive months that are deposited into Navy Federal deposit accounts where you are Primary Owner; OR (3) monthly Non-payroll ACH or payroll allotment totaling at least \$500 and recurring for at least three out of four consecutive months that are deposited into Navy Federal deposit accounts where you are Primary Owner; OR (4) monthly Non-payroll ACH or payroll allotment totaling at least \$500 and recurring for at least three out of four consecutive months that are deposited into Navy Federal deposit accounts where you are Secondary Owner.**

**Special and Limited Offerings:** Navy Federal may offer "Limited-Time or Special Certificate Offerings." Navy Federal will provide a notice to the owner specifying the terms, conditions, or any additional requirements.

IRA and ESA certificates, including special or limited-time offerings, are subject to IRS contribution limits. Special and limited-time offering certificates may end or be modified at any time. Penalties apply for early withdrawals from special and limited-time offering certificates. Other restrictions may apply.

**Maturing Certificates (*Excluding SaveFirst*):** At least 20 days prior to each Certificate Account's maturity, Navy Federal will provide a notice specifying the terms under which the Credit Union proposes to renew the Certificate Account or otherwise make the funds available to the owner.

**Maturing SaveFirst Certificates:** SaveFirst accounts will not receive a maturity notice. At maturity, the funds from the SaveFirst account will be transferred to your savings account unless you specify otherwise. Your SaveFirst account automatically renews for a 12-month term at maturity with a \$0.00 balance; however, **effective January 31, 2025, all SaveFirst Certificates that mature on this date and thereafter will be closed within 10 business days of the maturity date, no new deposits will be accepted, and any periodic transfers will be discontinued. "New" SaveFirst Certificates will no longer be offered or available for purchase beginning March 24, 2025.**

**Grace Period:** You have 21 calendar days from the maturity date to change the conditions under which the Certificate will be renewed. During this period, the balance in the Certificate will earn dividends at the prevailing offering rate. If no changes are made within this period, your Certificate will be renewed as specified in the renewal notice. SaveFirst Accounts not closed at maturity will renew for a 12-month term. Both will continue earning at the prevailing rate.

**Insurance:** Certificate/SaveFirst Account funds are included under insurance coverage by the National Credit Union Administration up to at least \$250,000 per individual.

**Joint Ownership:** If issued with a joint owner, a Certificate/SaveFirst Account is jointly owned with full rights of survivorship, unless otherwise requested. The member and joint owner of this Certificate/SaveFirst Account agree that this Certificate/SaveFirst Account and accumulated dividends are subject to withdrawal or receipt by any of them, and payment to any one of them or the survivor shall be valid and discharge Navy Federal from any liability for such payment. Certificate owner(s) under age 18 must have a joint owner age 18 or older on the account.

**Transferability:** Certificates are not transferable, are not negotiable, and may be pledged as collateral on a loan at Navy Federal only. Certificates that accept additional deposits may not be pledged as collateral on a loan.

**Final Payment:** All non-cash purchases will be credited subject to final payment.

**Change in Terms:** Navy Federal reserves the right to discontinue or change the terms of Certificate/SaveFirst Account offerings within 30 days prior notice; however, once issued, the terms of a Certificate/SaveFirst Account may not be changed without the owner's consent.

**Deposits and Transfers:** If your Certificate/SaveFirst Account accepts deposits and its balance has not exceeded the maximum contribution limit of the Certificate/SaveFirst Account, additional deposits can be made by cash, check, or periodic transfer(s) from a Navy Federal savings account, checking account, or MMSA. Deposits may be held for up to five business days.

**Current Rates:** Dividend rates and APY may be obtained by calling Navy Federal toll-free in the U.S. at 1-888-842-6328 or visiting us online at [navyfederal.org](http://navyfederal.org). For toll-free numbers when overseas, visit [navyfederal.org](http://navyfederal.org). Use 1-703-255-8837 for collect international calls.

**How We May Contact You:** If you provide a mobile telephone number, Navy Federal has your permission to place automated non-marketing calls and text messages at that number. Message and data rates may apply. You also expressly consent that we may send email messages regarding your account to your email address.

**Navy Federal Financial Group, LLC (NFFG)** is a licensed insurance agency. Non-deposit investments, brokerage, and advisory products are only sold through Navy Federal Investment Services, LLC (NFIS), a member of FINRA/SIPC and an SEC-registered investment advisory firm. NFIS is a wholly owned subsidiary of NFFG. Insurance products are offered through NFFG and NFIS. **These products are not NCUA/NCUSIF or otherwise federally insured, are not guaranteed or obligations of Navy Federal Credit Union (NFCU), are not offered, recommended, sanctioned, or encouraged by the federal government, and may involve investment risk, including possible loss of principal.**

**Governing Laws:** Accounts are maintained and governed in accordance with federal law and the laws of the Commonwealth of Virginia, as amended. Property may be transferred to the appropriate state if there has been no activity within the time period specified by state law.

**Notice of Claim:** Neither Member nor Navy Federal may commence, join, or be joined to any judicial action (as either an individual litigant or the member of a class) that arises from the other party's actions pursuant to this Agreement or that alleges that the other party has breached any provision of, or any duty owed by reason of, this Agreement, until such party has notified the other party of such alleged breach and afforded the other party a reasonable period after the giving of such notice to take corrective action.