



Membership is **REWARDING**

TRUTH-IN-SAVINGS DISCLOSURE

The Truth-in-Savings Act (TIS) is a section of the Federal Deposit Insurance Corporation Improvement Act of 1991. The National Credit Union Administration is charged with enforcing this Act, which applies to all credit unions.

The purpose of TIS is to promote and simplify comparisons among accounts at all financial institutions. TIS enables consumers to make informed choices/comparisons among competing claims of financial institutions by requiring disclosure of the dividends rates payable on these accounts and the fees assessable against these accounts.

It is the intent of Keys Federal Credit Union to maintain compliance with this federal law pertaining to disclosure of the terms and conditions of all savings programs. The following disclosure information illustrates the various savings alternatives available to members of Keys Federal Credit Union.

The Rate Schedule sets forth certain conditions, rates, fees, and charges applicable to your accounts at Keys Federal Credit Union as of **December 1, 2010**. The Rate Schedule is incorporated as part of this disclosure. If you have any questions regarding any of the accounts offered at Keys Federal Credit Union, please call a member service representative.

KEYS SAVINGS ACCOUNT

Rate Information:

The tiered dividend rate and annual percentage yield may change weekly, as determined by the credit union board of directors. No minimum balance to earn dividends.

Compounding and Crediting:

Dividends will be compounded daily and will be credited to your account monthly.

Minimum Opening Deposit:

The minimum opening balance requirement for Keys Savings is \$5.

Minimum Balance Requirements:

A balance of \$5 is required to maintain the Keys Savings Account. See the Rate Schedule for the balance requirements and the corresponding dividend rates for Keys Savings Account.

Transaction Limitations:

Other than the transaction limitations stated in the Common Features section of this disclosure, the Electronic Funds Disclosure or Account Terms and Conditions Disclosures provided to you, these accounts are limited to six (6) withdrawals or transfers to another credit union account of yours or to a third party by means of a preauthorized, automatic, Debit Card transfer, internet online computer transfer, telephonic order or instruction, fax, or similar order to a third party during any month. If you exceed the transfer limitations herein, your account may be assessed additional fees and/or subject to closure.

KIRBY KIDS/MINOR SAVINGS ACCOUNT

Rate Information:

The dividend rate and annual percentage yield may change weekly, as determined by the credit union board of directors. There is a \$50 minimum balance requirement to earn dividends.

Compounding and Crediting:

Dividends will be compounded daily and will be credited to your account monthly.

Special Requirements:

An adult (18 years or older) must be joint on the account.

Minimum Opening Deposit:

The minimum opening balance requirement for Keys Kirby Kids/Minor Savings Accounts is \$50.

Minimum Balance Requirements:

There is no minimum balance required to maintain the Keys Kirby Kids/Minor Savings Account. However, if the balance falls below \$50 a monthly fee of \$5 will be assessed.

Transaction Limitations:

Other than the transaction limitations stated in the Common Features section of this disclosure, the Electronic Funds Disclosure or Account Terms and Conditions Disclosures provided to you, this account is limited to transactions via tellers, Touch Tone Teller, Keys FCU online banking.

KEYS TOTALLY FREE CHECKING ACCOUNT

Rate Information:

No dividend is paid on this account.

Minimum Balance Requirements for Keys Free Checking:

There is a minimum opening deposit of \$50 is required for this account.

Fees:

No monthly service fee is charged on this account. There are no per-item fees for drafts or deposits, nor do we charge you for transfers or inquiries on the Touch Tone Teller automated phone system or Keys FCU online. There are no fees charged for transfers, withdrawals or inquiries at ATMs owned and operated by Keys Federal Credit Union. There may be a fee for inquiries, transfers, and withdrawals at ATMs not owned and operated by Keys Federal Credit Union. See the Fee Schedule for details. There may be a fee charged by the merchant for transactions at the merchant's terminal. Check with the merchant for details.

Transaction Limitations:

No transaction limitations apply to this account unless otherwise stated in the Common Features section of this disclosure, the Electronic Funds Disclosure or Account Terms and Conditions Disclosures provided to you.

KEYS SECOND CHANCE CHECKING ACCOUNT

Rate Information:

No dividends are paid on this account

Minimum Opening Deposit for Keys Second Chance Account:

There is a minimum opening deposit of \$100 required to open this account.

Minimum Balance for Keys Second Chance Account:

There is no minimum balance required for this account.

Fees:

A monthly service fee of \$15 is charged on this account.

Transaction Limitations:

There is an automatic hold of five (5) days on checks deposited in this account. ATM or VISA® Check Cards are not allowed on this account. Withdrawals are limited to three (3) per month. Other terms as stated in the Common Features section of this disclosure, the Electronic Funds Disclosure or Account Terms and Conditions Disclosures provided to you.

KEYS PREMIER CHECKING ACCOUNT

Rate Information:

The dividend rate and annual percentage yield may change weekly, as determined by the credit union board of directors. A daily balance of \$1,000 is required to earn dividends.

Compounding and Crediting:

Dividends will be compounded daily and credited to your account monthly.

Minimum Opening Deposit for Keys High Yield Checking Account:

There is a minimum opening deposit of \$100 required to open this account.

Fees:

A monthly service fee of \$15 is charged on this draft account unless a \$1,000 balance is maintained during the entire month. There are no per-item fees for drafts or deposits, nor do we charge you for transfers or inquiries on the Touch Tone Teller automated phone system or Keys FCU online. There are no fees charged for transfers, withdrawals or inquiries at ATMs owned and operated by Keys Federal Credit Union. There is a fee for inquiries, transfers, and withdrawals at ATMs not owned and operated by Keys Federal. See the fee and service schedule.

Transaction Limitations:

No transaction limitations apply to this account unless otherwise stated in the Common Features section of this disclosure, the Electronic Funds Disclosure or Account Terms and Conditions Disclosures provided to you.

KEYS 50 PLUS CHECKING ACCOUNT

Rate Information:

The dividend rate and annual percentage yield may change weekly, as determined by the credit union board of directors. A daily balance of \$500 is required to earn dividends.

Compounding and Crediting:

Dividends will be compounded daily and credited to your account monthly.

Minimum Balance for Keys 50 Plus Checking Account:

There is a minimum opening balance of \$100 to open this account.

Fees:

A monthly service fee of \$10.00 is charged on this draft account unless a \$500 minimum balance is maintained during the entire month. There are no per-item fees for drafts or deposits, nor do we charge you for transfers or inquiries on the Touch Tone Teller automated phone system or Keys FCU online. There are no fees charged for transfers, withdrawals or inquiries at ATMs owned and operated by Keys Federal Credit Union. There is a fee for inquiries, transfers, and withdrawals at ATMs not owned and operated by Keys Federal. See the fee and service schedule.

This account is free of a fee for traveler's checks, cashier's checks, and allowed four free incoming wires without a fee being charged.

This account also allows for one certificate of deposit withdrawal during the terms of the certificate not to exceed \$3,000.

Special Requirements:

This account requires the account holder to be 50 years of age or older at the time the account is opened.

Transaction Limitations:

No transaction limitations apply to this account unless otherwise stated in the Common Features section of this disclosure, the Electronic Funds Disclosure or Account Terms and Conditions Disclosures provided to you

KEYS PREMIER BUSINESS CHECKING ACCOUNT

Rate Information:

The tiered dividend rate and annual percentage yield may change weekly, as determined by the credit union board of directors. A daily balance of \$1,000.00 must be maintained to earn dividends.

Minimum Opening Deposit for Keys Premier Business Checking Account:

The minimum opening deposit is \$100.

Compounding and Crediting:

Dividends will be compounded daily and credited to your account monthly.

Fees:

A monthly service fee of \$15 is charged on this account unless a \$1,000 minimum balance is maintained during the month.

Transaction Limitations:

No transaction limitations apply to this account unless otherwise stated in the Common Features section of this disclosure, the Electronic Funds Disclosure or Account Terms and Conditions Disclosures provided to you.

KEYS MONEY MARKET ACCOUNT

Dividend Rate Information:

The tiered dividend rate and annual percentage yield may change weekly, as determined by the credit union board of directors. A daily balance of \$2,500 is required to earn dividends.

Compounding and Crediting:

Dividends will be compounded daily and will be credited to your account monthly.

Dividend Period:

For this account type, the dividend period is monthly, for example the beginning date of the first dividend period of the calendar year is January 1 through January 31. All other dividend periods follow this same pattern of dates. The dividend rates and annual percentage yields are the rates and yield as of the last dividend declaration date, which for this example is January 31.

Daily Balance Computation Method:

Dividends are calculated by the daily balance method that applies a daily periodic rate to the balance in the account each day.

Minimum Opening Deposit:

The minimum opening deposit is \$2,500.

Minimum Balance Requirements:

A monthly service fee of \$10.00 is charged on this account unless a \$2,500 minimum balance is maintained during the entire month.

Transaction Limitations:

Keys Money Market accounts are limited to six (6) withdrawals or transfers to another credit union account of yours or to a third party by means of a preauthorized, automatic transfer, online transfer telephonic order or similar order to a third party per calendar month. A fee will be assessed should you exceed the above transaction limits. If you exceed the transfer limits herein, your account may be assessed additional fees and/or will be subject to closure. See the Fee Schedule for fee amounts.

KEYS IRA MONEY MARKET ACCOUNT

Dividend Rate Information:

The tiered dividend rate and annual percentage yield may change weekly, as determined by the credit union board of directors.

Compounding and Crediting:

Dividends will be compounded daily and will be credited to your account monthly.

Dividend Period:

For this account type, the dividend period is monthly, for example the beginning date of the first dividend period of the calendar year is January 1 through January 31. All other dividend periods follow this same pattern of dates. The dividend rates and annual percentage yields are the rates and yield as of the last dividend declaration date, which for this example is January 31.

Daily Balance Computation Method:

Dividends are calculated by the daily balance method that applies a daily periodic rate to the balance in the account each day.

Minimum Opening Deposit:

There is a minimum opening deposit of \$500.00 required to open this account.

Minimum Balance Requirements:

A minimum balance is required. See the Fee Schedule for the minimum balance amounts.

Transaction Limitations:

No transaction limitations apply to this account unless otherwise stated in the Common Features section of this disclosure, the Electronic Funds Disclosure or Account Terms and Conditions Disclosures provided to you. For IRA Money Market Accounts, no account limitations apply. The Internal Revenue Service imposes certain restrictions on Individual Retirement Accounts (IRAs).

KEYS SHARE CERTIFICATE ACCOUNT

Rate Information:

The Annual Percentage Yield (APY) is a percentage rate that reflects the total amount of dividends to be paid on an account based on the dividend rate and frequency of compounding for an annual period. For Certificate of Deposit accounts, the Dividend Rate and APY are fixed and will be in effect for the term of the account. The APY is based on an assumption that dividends will remain on deposit until maturity. See the Rate Schedule for the tiered rate and certificate maturity periods.

Bump-Up Certificate Rate Information:

If you have a Bump-up Certificate, You may elect to bump up the rate of the certificate once during the original term of the certificate. The rate on the Bump-Up Certificate will be made on the day request is received. The rate will be changed to the current rate for that particular Bump-up Certificate type. The new rate applies only to the remaining term of your Bump up Certificate.

Compounding and Crediting:

Dividends will be compounded daily by the daily balance method and will be credited to your account monthly. Dividends will be earned daily for each day on which the account balance equals or exceeds the minimum daily balance requirements for this account.

Minimum Balance Requirements for Certificate of Deposit Account(s):

The minimum balance requirements applicable to each account are set forth in the Rate Schedule and are made a part hereof for additional information and rates.

Accrual of Dividends:

For all accounts, dividends will begin to accrue on non-cash (e.g. checks) on the business day you make the deposit to your account. A penalty will be imposed if you withdraw the principal in your certificate before maturity.

Transaction Limitations:

After your account is opened, you are not allowed to make any additional deposits. Withdrawals are allowed from the certificate with a penalty. The Internal Revenue Service imposes certain tax restrictions on Individual Retirement Accounts.

Early Withdrawal Penalty:

If you withdraw any of the principal from this account before the maturity date, the principal amount withdrawn will be subject to a penalty for early withdrawal equal to either ninety (90) days of dividends, whether earned or not. Early withdrawals could possibly reduce principal if dividends have already been withdrawn. Members may withdraw all accrued dividends prior maturity without penalty.

How the Penalty Works:

Only dividends may be withdrawn from this account prior to maturity without penalty. If the principal is withdrawn prior to maturity, a thirty-one (31) day dividend penalty is assessed on 91 day certificates, and a ninety-one (91) day dividend penalty is assessed on certificates with a maturity four (4) months to one year, while a one hundred eighty-two (182) day interest penalty is assessed on certificates with a maturity greater than twelve (12) months.

Automatic Renewal:

This account will automatically renew upon maturity for another term.

COMMON FEATURES

All accounts offered by Keys Federal Credit Union share these common features. These features are:

Membership:

You must open a Savings Account and maintain the \$5 minimum balance. We reserve the right to suspend services to a member who is not in good standing, which include, but are not limited to, members who: (i) are delinquent on any loan with this Credit Union; (ii) have a Share Savings balance of less than a \$5 minimum; (iii) have caused any financial loss to this Credit Union; (iv) have any unresolved Non-Sufficient Fund Checks outstanding, whether in regard to a deposit or otherwise; (v) have not paid the Credit Union any fees or costs owing to it; or (vi) have a negative balance in any account.

Nature of Dividends:

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

Accrual of Dividends on Non-cash Deposits:

Dividends will begin to accrue on the business day you deposit non-cash (e.g. checks) to your account.

Federal Deposit Insurance:

The National Credit Union Share Insurance Fund federally insures member accounts up to at least \$250,000.

Transaction Withdrawal Notice:

We reserve the right to at any time require not less than seven days written notice, nor more than 60 days written notice before each withdrawal from a dividend-bearing account other than a time deposit, or from any other savings account as defined by Federal Reserve Regulation D.

Transaction Limitations:

For all accounts except for Checking Accounts, during any statement period you may not make more than six (6) withdrawals or transfers to another credit union account of yours or to a third party by means of a preauthorized, automatic, Debit Card transfer, internet online computer transfer, telephonic order or instruction, fax, or similar order to a third party. If you exceed the transfer limitations herein, your account may be assessed additional fees and/or will be subject to closure. A preauthorized transfer includes any arrangement with us to pay a third party from your account upon oral or written orders including orders received through the automated clearing house (ACH).

Fees:

Please refer to our separate fee schedule for additional information on fees that may apply to your account, including monthly maintenance fees.

Dividend Period:

The dividend period is daily. For example, the beginning date of the first dividend period of the calendar year is 1 January 2011 and the ending date of the dividend period is 31 January 2011. All other dividend periods follow this same pattern. The dividend declaration date precedes beginning date of a dividend period, and for this example is 31 December 2010.

Balance Computation Method:

Dividends are calculated by the daily balance method that applies a daily periodic rate to the entire principal balance in the account for each day in the statement period. Dividends are earned on the principal balance for each day that the account balance exceeds the minimum necessary to maintain this account.

NONTRANSFERABLE/NONNEGOTIABLE

Your account is nontransferable and nonnegotiable. The funds in your account (s) may not be pledged to secure any obligation of an owner, except obligations with this Credit Union.