

**TRUTH IN SAVINGS
REWARDS CHECKING**

Liberty Bank
20150 7th Ave NE
Poulsbo, Washington 98370
(360)779-4567
www.libertybanknw.com
info@libertybanknw.com

ELIGIBILITY REQUIREMENTS.

This account is available only to individual consumers, and each consumer is limited to ONE (1) account per social security number. You agree to receive your monthly statement electronically. You agree to log into the Bank's online website in order to view your monthly statement.

Minimum Monthly Activity Required. TEN (10) Debit Card Point of Sale (POS) transactions (includes ATM transactions); Receive monthly statements and notices electronically; log into online banking website in order to view monthly statements and notices. Only POS and ATM transactions that actually post to your account during a statement cycle are counted towards meeting the minimum monthly requirement of TEN (10) Debit Card transactions. ONE (1) Electronic (ACH) transaction, debit or credit, is required per statement cycle. If the Minimum Monthly Required Activity is performed you will earn a Bonus Rate on this account.

IF THE MINIMUM MONTHLY REQUIRED ACTIVITY IS NOT PERFORMED, THE FOLLOWING RATE INFORMATION APPLIES:

Standard Rate Information: This is an interest bearing account with a variable rate. The interest rate on the entire balance of this account is 0.05% with an annual percentage yield (APY) of 0.05%.

IF THE MINIMUM MONTHLY REQUIRED ACTIVITY IS PERFORMED, THE FOLLOWING RATE INFORMATION APPLIES:

Bonus Rate Information: This account is an interest bearing account with a variable rate. If the daily balance is less than \$15,000.01, the interest paid on that portion of the balance will be 5.13%. The annual percentage yield (APY) for this tier will be 5.25%. If the daily balance is more than \$15,000.00 the interest rate paid on that portion of the balance will be 0.10%. The annual percentage yield (APY) for this tier will be 0.10%.

RATE INFORMATION. Please refer to our rate sheet for the interest rate and annual percentage yield (APY) on this account.

Your interest rate and annual percentage yield may change.

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

If you do not meet the eligibility requirements during the qualification cycle, the rate paid in your account on the entire balance will be 0.050% with an annual percentage yield of 0.05%.

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. If you close your account before interest is credited, you will not receive the accrued interest.

MINIMUM BALANCE REQUIREMENTS. You must deposit \$100.00 to open this account.

DORMANT/INACTIVE ACCOUNT INFORMATION. A dormant account fee of \$10.00 per month will be charged after 12 months of inactivity.

PROCESSING ORDER.

Credits always post first. Then post by Check #, in order by serial number ascending. Transactions with a check number equal to 0 will post first in transaction amount order, low to high, before transactions with check numbers. 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.

BALANCE COMPUTATION METHOD. We use the average daily balance method to calculate interest on your account. This method applies a periodic rate to the average daily balance in the account for the period. The average daily balance is calculated by adding the principal in the account for each day of the period and dividing that figure by the number of days in the period.

The average daily balance that we use when calculating interest is the collected balance. That means we only include those funds for which we have actually received payment when we determine the average daily balance on which interest is paid.

ACCRUAL ON NONCASH DEPOSITS. Interest will begin to accrue on the first business day after the banking day you deposit noncash items (for example, checks) into your account.

TRANSACTION LIMITATIONS. No transaction limitations apply to this account. Unlimited check writing.

FEES AND CHARGES: There is no minimum balance to maintain and no monthly service charge. 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.

