

## REWARD CHECKING ACCOUNT DISCLOSURE

Effective June 1, 2014

The Reward Checking account pays a high rate of interest on eligible checking accounts. There are a few requirements in order to receive the full benefits of this product.

**Eligibility Requirements (limit one account per household):** These requirements must be met, post and settle during the monthly qualification cycle in order to receive the high interest rate:

Maintain a share (membership) account with a minimum balance of \$50.00

1. Have at least ten (10) point of sale (pos) purchases from their State Employees Credit Union of NM MasterCard debit card, and the purchases must post and settle one business day prior to the last business day of the month
2. Sign up for electronic statements (E-statements) with a valid email address; please see the E-statements disclosure for further information on this product
3. Sign on to online banking once a month prior to the last business day of the month.
4. Have a direct deposit or an electronic withdrawal post to your account one business day prior to the last business day of the month

**Minimum Balance Requirements:** There is no minimum balance required.

**Transaction Limits:** You must have at least ten (10) point of sale (pos) purchases post and settle each month using your State Employees Credit Union of NM MasterCard debit card, and they must post to your account one business day prior to the last business day of the month.

**Interest Rate Information: The Reward Checking account rates are as follows:** 1) If the account requirements are all met then the interest rate shall be 2.05% Annual Percentage Yield "APY" (You will receive the interest rate of 2.05% APY\* for the first month without meeting all the requirements). 2) If the balance in the account is above \$20,000, and meets the requirements listed above, then the \$20,000 will earn a rate of 2.05% APY\*, and any amount over the \$20,000 will earn a rate of .30% APY\*. Your statement will reflect a blended rate. 3) If any of the account requirements are not met then the default interest rate shall be .05% APY\*.

At our discretion, the credit union may change the interest rate at any time.

**Compounding and Crediting:** Interest will be compounded monthly, and will be credited to your account on the last day of each month.

**Daily Balance Computation:** Dividends are calculated on a daily balance method which applies a periodic rate to the daily balance in the account for the period. The daily balance is calculated by adding the balance in the account for each day, and posting the dividends on the last day of each month. The calculation starts on the last day of the prior month and ends one business day prior to the last business day of the current month.

**Accrual of Dividends on Noncash Deposits:** Deposit of noncash deposits, such as checks, will begin to accrue interest on the balance at the end of each day.

**Fees and Charges:** There are no service charges or transaction fees associated with this account as long as there is activity on the account. If there is no activity on the account within a 12 month period, the account will be converted to a Regular Personal Checking account and all applicable fees will apply. The fees for Regular Personal Checking are listed under the Credit Union Fee Schedule.

**ATM Fees:** If you have met your eligibility requirements for the monthly cycle, we will refund all ATM fees assessed by our credit union or other financial institutions for using a non credit union machine, up to a maximum of \$25.00 a month. This does not include any insufficient funds fees (NSFs) or uncollected funds fees. For individual ATM fees \$5.00 or greater please contact SECU for your refund.