

Graphical Version:

Kasasa Cash®:

A free, variable rate share draft account with no minimum balance that rewards accountholders with dividends and nationwide ATM fee refunds when they meet minimum qualifications during the account's Monthly Qualification Cycles.

Ulster Federal Credit Unions Expectations

Purpose & Expected Use:

This account is intended to be the accountholder's primary share draft account in which payroll transactions and day-to-day spending activities including but not limited to grocery, gasoline, apparel, shopping, dining, sporting and entertainment transactions are posted and settled.

Commensurate with the spending activities identified above, we expect the account's debit card to be used frequently throughout each month and for transaction amounts to reflect a wide dollar range. Small debit card transactions conducted on the same day at a single merchant and/or multiple transactions made during a condensed time period particularly near the end of a Monthly Qualification Cycle are not considered normal, day-to-day spending behavior. These types of transactions appear to be conducted with the sole purpose of qualifying for the account's rewards and thus will be deemed inappropriate transactions and will not count toward earning the account's rewards.

Ulster Federal Credit Union reserves the right to determine if the account is being maintained for a purpose other than day-to-day, primary use. Accountholders who persist in making debit card transactions in a calculated and limited fashion in order to meet their monthly qualifications may have their accounts converted to a different share draft account or closed altogether. We also reserve the right to convert the account to a different share draft account if the account does not have consistent active use over 12 consecutive Statement Cycles.

We have the right to close this account at any time, with proper notice. Our decision to close the account will not affect your existing obligations to us including any obligation to pay fees or charges incurred prior to termination. No deposits will be accepted and no checks will be paid after the account is closed. If the account is closed, you will forfeit any rewards that have not been credited to your account. An Ulster Federal Credit Union check for the remaining balance, if applicable, will be mailed to accountholder at the address indicated on our current records. Upon termination of your Kasasa Cash account, any optional add-on products / services associated with this account will also be terminated at the same time.

Dividend Rate & Annual Percentage Yield

Compounding & Crediting: Dividends will be compounded on a daily basis. Dividends will be credited to your account on the last day of the current Statement Cycle. If you close your account before the dividends are credited, you will not receive the accrued dividends. Dividends begin to accrue on the Business Day you deposit noncash items (for example, checks). "Business Day" means a calendar day other than a Saturday or a Sunday, January 1, the third Monday in January, the third Monday in February, the last Monday in May, July 4, the first Monday in September, the second

Monday in October, November 11, the fourth Thursday in November, or December 25. If January 1, July 4, November 11, or December 25 falls on a Sunday, the next Monday is not a Business Day.

We use the average daily balance method to calculate the dividends 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 period we use is the Monthly Qualification Cycle.

When your Kasasa Cash account qualifications are met during a Monthly Qualification Cycle, Tier 1: A dividend rate of 2.0% will be paid on the portion of your average daily balance that is less than \$10,000. The annual percentage yield for this tier is 2.0%. Tier 2: A dividend rate of 0.15% will be paid on the portion of your average daily balance that is greater than \$10,000. The annual percentage yield for this tier will range from .15% to 2.0%, depending on the balance in the account. When your Kasasa Cash account qualifications are not met, the dividend rate paid on the entire balance will be .05% with an annual percentage yield of .05%.

Qualifications:

To earn your rewards just do the following transactions and activities in your

Kasasa Cash account during each Monthly Qualification Cycle:

- Have at least 12 [PIN-based, signature-based] debit card purchases.
- Be enrolled in and agree to receive e-Statements
- Be enrolled in and log into online banking

Transactions and activities may take one (1) or more Business Days from the date the transaction or activity occurred to post and settle to the account. The following activities do not count toward earning account rewards: ATM- processed transactions, transfers between accounts, debit [and credit] card purchases processed by merchants and received by Ulster Federal Credit Union as ATM transactions, non-retail payment transactions and purchases made with non-Ulster Federal Credit Union issued debit cards.. "Monthly Qualification Cycle" means a period beginning one (1) Business Day prior to the first day of the current Statement Cycle through one (1) Business Day prior to the close of the current Statement Cycle. "Statement Cycle" means the period of time for which Ulster Federal Credit Union provides a summary of the financial activities and transactions that post and settle to the accountholder's account.

Dividends:

(1) A dividend rate of 2.0% will be paid on the portion of your average daily balance that is less than \$10,000 and the annual percentage yield for this tier is 2.0%. A dividend rate of .15% will be paid on the portion of your average daily balance that is greater than \$10,000 resulting in annual percentage yield for this tier ranging from .15% to 2.0%, depending on the account's balance and all balances earn a dividend rate of .05% with an annual percentage yield of .05% and no ATM fee refunds.

ATM Fee Refunds:

(2) the account will receive reimbursements up to \$20.00 (\$4.99 per single transaction) for nationwide ATM fees incurred during the Monthly Qualification Cycle in which you qualified. ATM receipt must be presented for reimbursement of ATM fees of \$4.99 or higher. If you believe you have not been reimbursed the nationwide ATM fees are not reimbursed the correct amount of ATM fees you must contact us within [thirty (30)] calendar days after the Statement Cycle where the reimbursement was applicable in order to receive a refund.

APY = Annual Percentage Yield. Rates and rewards are variable and at our discretion may change after account is opened without notice to you. Fees may reduce earnings. APY calculations are based on an assumed total account balance of \$10,000 plus \$100,000.

Dividends and ATM fee reimbursements will be credited to the account on the last day of the current Statement Cycle.

Additional Information:

No minimum deposit is required to open the account and no minimum balance is required to obtain the account's rewards.

This account is not to be used for commercial purposes and there is a limit of 1 account per social security number. Enrollment in electronic services (e.g. online banking, electronic statements) are required to meet some of this account's qualifications.

There are no fees to open or close this account. There are no recurring monthly service charges associated with this account. See accompanying schedule for fees that may apply to this account.

Contact an Ulster Federal Credit Union service representative for additional information, details and enrollment instructions.

[Federally insured by NCUA.]

Kasasa Cash is a trademark of Kasasa, Ltd., registered in the U.S.A.