

Share/IRA Certificate Ladder Rate and Fee Schedule

Truth-In-Savings
 Effective as of: 11/15/2018

This Truth-In-Savings (TIS) Rate and Fee Schedule and Share Certificate Disclosure sets forth certain conditions, rates, fees and charges applicable to Share Certificate Ladder Accounts at American Airlines Federal Credit Union as of the date set forth on the top of this form. This Rate and Fee Schedule and Share Certificate Disclosures are incorporated as a part of and in addition to your *Membership and Account Agreement* booklet with the Credit Union.

SHARE/IRA CERTIFICATE LADDERS

Ladder Options for \$1,000.00- \$9,999.99			
Minimum Balance Requirement: \$1,000.00			
Option	Term	Dividend Rate	Annual Percentage Yield (APY)
1	30 months	2.60%	2.63%
	60 months	3.25%	3.30%
OR			
2	12 months	2.40%	2.43%
	24 months	2.50%	2.53%
	36 months	2.80%	2.84%
OR			
3	12 months	2.40%	2.43%
	24 months	2.50%	2.53%
	36 months	2.80%	2.84%
	48 months	3.00%	3.04%
	60 months	3.25%	3.30%

Ladder Options for \$10,000.00+			
Minimum Balance Requirement: \$10,000.00			
Option	Term	Dividend Rate	Annual Percentage Yield (APY)
1	30 months	2.65%	2.68%
	60 months	3.30%	3.35%
OR			
2	12 months	2.45%	2.48%
	24 months	2.55%	2.58%
	36 months	2.85%	2.89%
OR			
3	12 months	2.45%	2.48%
	24 months	2.55%	2.58%
	36 months	2.85%	2.89%
	48 months	3.05%	3.09%
	60 months	3.30%	3.35%

All share certificate ladders in the options listed above must be established with equal amounts. Additional deposits will be allowed only at maturity of each term. Share Certificate Ladders will renew automatically at maturity. Each Ladder Certificate will renew for a term equal to the longest term of the ladder and at the rate being offered for that term at the time of renewal. If you elect not to renew any certificate within your ladder, the ladder will be dissolved. The remaining certificates will continue to earn their premium rate until maturity, however, they will not be eligible for the premium ladder rates and instead will renew into the same term at the single certificate rate being offered at the time of renewal. See Page 2 for additional disclosures.

SHARE CERTIFICATE DISCLOSURE

Rate Information. The dividend rate and Annual Percentage Yield (APY) on Share Certificates are fixed and remain in effect until the first maturity date on the Certificate. The disclosed dividend rate and APY for Share Certificates are those that were offered within the most recent seven calendar days and are subject to change.

Fees and Charges. Fees could reduce the earnings on the account.

Minimum Balance Requirements. Your Share Certificate Accounts may be subject to minimum balance requirements that we impose. The minimum balance requirements that apply to Share Certificate Accounts are disclosed on the attached Rate and Fee Schedule that accompanies this disclosure.

Dividends.

- (a) **Compounding and Crediting.** Dividends on all Share Certificates will be compounded monthly and credited monthly. Dividend period is a calendar month. If you close your Primary Savings Account before dividends are credited, you will also be required to close your Share Certificate Accounts with us and you will not receive accrued dividends on any of the Accounts closed.
- (b) **Balance Computation Method.** Dividends on all Share Certificate Accounts are calculated by the daily balance method which applies a daily periodic rate to the balance in the Share Certificate Account each day.
- (c) **Accrual of Dividends.** Dividends will begin to accrue on the business day you deposit cash and non-cash items (e.g., checks) to your Share Certificate Account.

Transaction Limitations. After your Share Certificate Account is opened, you may not make deposits into the Share Certificate Account until the maturity date stated on the Certificate. Funds must be on deposit on or before the certificate maturity date. Your Share Certificate Account is non-transferable and non-negotiable except for use as collateral on a loan, which you obtain from us. Funds in an IRA Certificate Account may not be pledged to secure any obligation. Additional deposits may be made to a Dream Plan Certificate during its term.

Withdrawal of Dividends Prior To Maturity. All requests for early withdrawal must be in writing. You may withdraw dividends that have been credited to your Share Certificate Account prior to maturity provided; however, you must maintain the minimum balance set forth in the attached Rate and Fee Schedule throughout the term of your Share Certificate Account. The APY is based on an assumption that dividends will remain in the Share Certificate Account until maturity. A withdrawal will reduce earnings.

Penalties for Early Withdrawal of Principal. We may impose a penalty if you withdraw any of the principal in your Share Certificate Account before the maturity date. The penalty will equal one hundred eighty days dividends for Certificates with a term of twelve (12) months, twenty-four (24) months, thirty (30) months and thirty-six (36) months. The penalty will equal three hundred sixty-five days dividends for Certificates with a term of forty-eight (48) months and sixty (60) months. The penalty will be imposed regardless of whether dividends equal to the amount of the penalty have been earned at the time of withdrawal. To the extent that dividends in the Share Certificate Account at the time of withdrawal are insufficient to pay the entire penalty assessed, the penalty will be assessed against principal. If the principal balance of your Share Certificate Account is reduced below the minimum balance requirement set forth on the attached Rate and Fee Schedule following a withdrawal and the assessment of penalties, your Certificate will be redeemed. At our option, we may pay the Share Certificate Account before maturity without imposing an early withdrawal penalty under the following circumstances:

- (i) When an Account owner dies or is determined to be legally incompetent by a court or other administrative body of competent jurisdiction or up to one year after an Account owner dies.
- (ii) Where the Account is maintained in an IRA and any portion is paid within seven (7) days after establishment; or where the Account is maintained in an IRA and the individual for whose benefit the Account is maintained attains age 70 1/2 and is making a required minimum distribution based on the fair market value of IRA Accounts with American Airlines Federal Credit Union.

Renewal Policies. Your Share Certificate Account will automatically renew at maturity. You will receive a Maturity Notice 30 days in advance and you will have a grace period of ten (10) calendar days after the maturity date to withdraw the funds in the Share Certificate Account without being charged an early withdrawal penalty. We reserve the right to decline a Certificate renewal.