

IMPORTANT ACCOUNT INFORMATION FOR OUR MEMBERS

from

St. Paul Federal Credit Union
1330 Conway St., Ste 200
Saint Paul, MN 55106-5856
(651)772-8744

DIVIDEND CHECKING (S12)

Rate information - The dividend rate for this account is determined at the discretion of the board of directors. As of the last dividend declaration date, the dividend rate on this account was 0.050% with an annual percentage yield of 0.05%.

The dividend rate(s) and annual percentage yield(s) are accurate as of March 24, 2008. The dividend rate and annual percentage yield may change at any time.

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

Compounding frequency - Dividends will be compounded monthly.

Crediting frequency - Dividends will be credited into this 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 and the ending date of such dividend period is January 31. All other dividend periods follow this same pattern of dates. The dividend declaration date is the same as the ending date of a dividend period, and for the example above is January 31.

Effect of closing an account - If you close your account before dividends are paid, you will not receive the accrued dividends.

Daily balance computation method - Dividends are calculated by the daily balance method which applies a daily periodic rate to the balance in the account each day.

Accrual of dividends on noncash deposits - Dividends will begin to accrue on the business day you place noncash items (for example, checks) into your account.

Minimum balance to open - The minimum balance required to open this account is \$500.00.

Minimum balance to avoid a fee - If your balance falls below \$500.00 on any day in the month, your account will be subject to a \$5.00 Monthly Service Charge for that month.

Addition limitations - You may make an unlimited number of additions into your account.

Par value of a share: The par value of a share is \$10.00.

Bylaw requirements - You must complete payment of one share(s) into your savings account(s) as a condition of admission to membership. If you do not complete payment of at least one share(s) into your savings account(s) within ninety days of admission to membership, then you may be terminated from membership at the end of the dividend period in which the time elapses.

If the balance in your savings account(s) falls below the par value of one share and you do not increase the balance to at least that amount within 90 days of the reduction, you may be terminated from membership immediately.

If the balance in your share savings account falls below \$10.00, you will be considered an inactive member and will not be eligible for member services as long as the balance remains below \$10.00. If the balance in your share savings account falls below \$10.00, you may be terminated from membership within 90 days.

No member may withdraw shareholdings that are pledged as required on security on loans without the written approval of the credit committee or a loan officer, except to the extent that such shares exceed the member's total primary and contingent liability to the Credit Union. No member may withdraw any shareholding below the amount of his or her primary or contingent liability to the Credit Union if he/she is delinquent as a borrower, or if borrowers for whom he/she is comaker, endorser, or guarantor are delinquent, without the written approval of the credit committee or loan officer.

National Credit Union Share Insurance Fund - This credit union is federally insured by the National Credit Union Administration.