

HELOC is an acronym for Home Equity Line of Credit.
LTV is an acronym for Loan to Value.

HOME EQUITY EARLY DISCLOSURE IMPORTANT TERMS OF OUR HOME EQUITY LINE OF CREDIT PLAN

RETENTION OF INFORMATION: This disclosure contains important information about our Home Equity Line of Credit Plan. You should read it carefully and keep a copy for your records.

AVAILABILITY OF TERMS: All of the terms described below are subject to change. If these terms change (other than the **Annual Percentage Rate**) and you decide, as a result, not to enter into an agreement with us, you are entitled to a refund of any fees that you pay to us or anyone else in connection with your application.

SECURITY INTEREST: We will take a security interest in your home. You could lose your home if you do not meet the obligations in your agreement with us.

POSSIBLE ACTIONS: We can terminate your line, require you to pay us the entire outstanding balance in one payment, or cause the Security Property to be sold and the proceeds of such sale to be applied to your obligation to us and charge you certain fees, if:

- You engage in fraud or material misrepresentation in connection with the plan.
- You do not meet the repayment terms of this plan.
- Your action or inaction adversely affects the collateral or our rights in the collateral.
- The prospect of payment, performance, or realization of our rights in the collateral is significantly impaired by your action or inaction (including, for example, if you engage in fraud or material misrepresentation in connection with the line at any time).
- You fail to pay real property taxes prior to delinquency.
- You fail to maintain the required property insurance.

SUSPENSION: We can refuse to make additional extensions of credit or reduce your credit limit if any reasons mentioned above exist and/or:

- The value of the dwelling securing the line declines significantly below its appraised value for purposes of the line
- We reasonably believe that you will not be able to meet the repayment requirements due to a material change in your financial circumstances.
- You are in default of a material obligation of the agreement.
- Government action prevents us from imposing the annual percentage rate provided for in the agreement
- The priority of our security interest is adversely affected by government action to the extent that the value of the security interest is less than 120 percent of the credit line.
- A regulatory agency has notified us that continued advances would constitute an unsafe and unsound business practice.
- The maximum annual percentage rate is reached.
-

MINIMUM PAYMENT REQUIREMENTS: You can obtain credit advances for 120 months (the draw period). During the draw period, payment will be due on a monthly basis. Your minimum monthly payment will be established at the time of each advance or change in interest rate to the amount necessary to fully amortize the then unpaid balance by the Agreement Maturity date, rounded up to the nearest dollar, subject to the greater of 75.00 or the amount sufficient to repay the outstanding balance in monthly principal and interest payments by the end of the Repayment Period (the "Maturity Date").

After the Draw Period ends, you will no longer be able to obtain credit advances and must repay the outstanding account balance (Repayment Period). The length of the repayment period will depend on the date and the amount of your last advance but in no event will exceed 120 months. During the repayment period, minimum payments will be due on a monthly basis and may adjust to the amount necessary to fully amortize the then outstanding account balance by the Agreement Maturity date, rounded up to the nearest dollar, subject to a minimum of \$75.00, or your account balance.

MINIMUM PAYMENT EXAMPLE: If you made only the minimum monthly payment and took no other credit advances it would take 177 months to pay off a credit advance of \$10,000 at an **Annual Percentage Rate** of 4.00%. During the Draw Period, you would make 120 payments of \$75.00, and during the Repayment Period you would make 56 payments of \$75.00, and one (1) final payment of \$47.79.

FEES AND CHARGES: In order to open, use and maintain a line of credit plan, you must pay the following fees to us:
N/A

PROPERTY INSURANCE: You must carry insurance on the property that secures this credit line. If the property is located in a Special Flood Hazard Area we will require you to obtain flood insurance if it is available. You may select the insurance company of your choice, provided the company and coverage meet our requirements.

TRANSACTION REQUIREMENTS: Your minimum Initial Advance is \$ N/A. After you obtain the first advance, the minimum amount of each subsequent advance is \$ N/A.

TAX DEDUCTIBILITY: You should consult a tax advisor regarding the deductibility of interest and charges for the plan.

VARIABLE RATE INFORMATION: HELOC's have a variable **Annual Percentage Rate**. The **Annual Percentage Rate** and the amount and/or number of minimum payments may change as a result. The **Annual Percentage Rate** includes only interest and no other costs.

The initial **Annual Percentage Rate** may be "discounted." Any discount rate is not based on the index and margin used for later rate adjustments. The discounted initial rate will be in effect for the first N/A months your credit line is open. The **Annual Percentage Rate** is based on the value of an index, and we may add a margin to the value of the Index. The index is the **Prime Rate** as published in the Money Rates column of the *Wall Street Journal*. Ask us for the current index value, margin, and **Annual Percentage Rate**. After you open a credit line, rate information will be provided on periodic statements that we send you.

RATE CHANGES: The annual percentage rate can change monthly if the index value changes. Each change in the **Annual Percentage Rate** (and the related Daily Periodic Rate) will take effect on the Change Date without prior notice and will apply to both the new advances and to your existing account balance. To determine the annual percentage rate that will apply to your account, we add a margin to the value of the Index. If the rate is not already rounded we then round up to the next 0.25%. The maximum **Annual Percentage Rate** that can apply is **18.0%** (the "cap") or the maximum permitted by law, whichever is less. The minimum **Annual Percentage Rate** that can apply is **4.0%** (the "floor"). Except for these "cap" and "floor" rates, there is no limit on the amount by which the rate can change during any one-year period.

MAXIMUM RATE AND PAYMENT EXAMPLES: If you had an outstanding balance of \$10,000 at the beginning of the draw period, the minimum payment at the maximum **Annual Percentage Rate** of 18.0% would be \$155.00. This annual percentage rate could be reached the first time your interest rate changes, unless your initial rate is equal to the maximum, in which case it would be reached immediately. If you had an outstanding balance of \$10,000 at the beginning of the repayment period, the minimum payment at the maximum **Annual Percentage Rate** of 18.0% would be \$181.00. This annual percentage rate could be reached at the beginning of the repayment period.

HISTORICAL EXAMPLE: The following table shows how the annual percentage rate and the minimum payments for a starting balance of \$10,000 would have changed based on changes in the index over the past 15 years. The index values are from the month of January of each year. This table does not necessarily indicate how the index or your payments will change in the future.

Year	Index (%)	Margin (%) *	Annual Percentage Rate (%)	Minimum Periodic Payments ** (\$)
2008	7.250	1.00	8.250	75.00
2009	3.250	1.00	4.250	75.00
2010	3.250	1.00	4.250	75.00
2011	3.250	1.00	4.250	75.00
2012	3.250	1.00	4.250	75.00
2013	3.250	1.00	4.250	75.00
2014	3.250	1.00	4.250	75.00
2015	3.250	1.00	4.250	75.00
2016	3.500	1.00	4.500	75.00
2017	3.750	1.00	4.750	75.00
2018	4.500	1.00	5.500	75.00
2019	5.500	1.00	6.500	75.00
2020	4.750	1.00	5.750	75.00
2021	3.250	1.00	4.250	75.00
2022	3.250	1.00	4.250	75.00

(*) This is a margin we have used recently; your margin may be different.

(**) This payment reflects the minimum payment amount of \$75.00.