

Required Balances

The minimum balance required to open a Certificate of Deposit account and the minimum balance required to be maintained in the account each day to earn interest for that day are as follows:

Term	Minimum Balance Required
7 Day	\$2,500
91 Day	\$2,500
182 Day	\$2,500
7 Month	\$2,500
9 Month	\$2,500
10 Month	\$2,500
12 Month	\$2,500
13 Month	\$2,500
15 Month	\$500
18 Month	\$500
24 Month	\$500
30 Month	\$500
36 Month	\$500
37 Month	\$10000
38 Month	\$15000
48 Month	\$500
5 Year	\$500

Interest Computation

We use the daily balance method to calculate interest on your account. This method applies a periodic rate to the balance in the account each day.

Compounding Period

Interest compounds on your account daily, using a 365/360 interest factor.

Interest Accrual

Interest begins to accrue on the business day you deposit non-cash items, such as checks. Although your account may earn interest each day, you may not withdraw the earnings until the end of the interest-crediting period (see Payment

Early Withdrawal Penalties

If we consent to any of the principal in your account being withdrawn before maturity, we may impose a penalty on the principal withdrawn based on the term of the account, calculated as follows

Term	Bank Penalty
7 Day	7 Day's Simple Interest
91 Day	1 Month's Simple Interest
182 Day	1 Month's Simple Interest
7 Month	1 Month's Simple Interest
9 Month	1 Month's Simple Interest
10 Month	3 Month's Simple Interest
12 Month	3 Month's Simple Interest
13 Month	6 Month's Simple Interest
15 Month	6 Month's Simple Interest
18 Month	6 Month's Simple Interest
24 Month	6 Month's Simple Interest
30 Month	9 Month's Simple Interest
36 Month	9 Month's Simple Interest
37 Month	9 Month's Simple Interest
38 Month	9 Month's Simple Interest
48 Month	9 Month's Simple Interest
5 year	9 Month's Simple Interest

Withdrawals that reduce the account balance below the minimum balance required for the account will result in the account being closed and/or the disclosed Annual Percentage Yield not being obtained. These Bank penalties will not be charged if the owner of a Certificate of Deposit account dies or is declared legally incompetent. If a withdrawal is made for either of these reasons, we will credit any accrued interest to the account, up to the closing date. These Bank penalties also will not be charged on traditional IRA and Keogh accounts if the owner has become permanently disabled or if the owner is 70 1/2 years of age or older and the withdrawal is made to satisfy the minimum distribution requirements of the Internal Revenue Service ("IRS"). Unless any of the preceding conditions apply, Bank penalties may be imposed for withdrawals before maturity that are reported as distributions from traditional IRA's made after the account owner has reached age 59 1/2. Bank penalties will be imposed on withdrawals from Roth IRA's and Coverdell Education Savings Accounts made prior to maturity. Roth and traditional IRA accounts which are closed within 7 days of account opening date will not incur a Bank penalty (if certain conditions are met), nor will any interest be credited. This exception does not apply to Coverdell Education Savings Accounts. For traditional IRA accounts, the IRS may impose its own 10% premature distribution penalty for amounts withdrawn prior to age 59 1/2. Other IRS penalties may apply to certain Roth IRA withdrawals. See your IRA Disclosure Statement for details.

Automatic Renewals

Certificate of Deposit accounts will automatically renew at maturity. If your account has a term of more than 7 days, we will send you a Maturity Notice at least 20 calendar days prior to the maturity date of the account. Notices are not sent for accounts of lesser terms. If we do not hear from you by the maturity date we will automatically renew the account for a term similar to the prior term at the maximum rate offered for that term on the renewal date. Upon account renewal, all credited interest remaining in the account will automatically become part of the principal for the new account term. If your account has a term of more than 7 days, upon automatic renewal you will have 10 calendar days after the maturity date to withdraw funds without our imposing Bank penalties. Certificate of Deposit accounts that mature on Saturdays, Sundays or legal holidays (non-banking days) will be available to you for withdrawal on the next business day. The account will earn interest to that next business day.

Interest Crediting

Accrued interest will be credited to your account on its term as follows:

Term	Crediting Period
7 Day	Every 7 Days
91 Day	Every Month
182 Day	Every Month
7 Month	Every Month
9 Month	Every Month
10 Month	Every Month
13 Month	Every Month
12 Month	Every Quarter
15 Month	Every Quarter
18 Month	Every Quarter
24 Month	Every Quarter
30 Month	Every Quarter
36 Month	Every Quarter
37 Month	Every Quarter
38 Month	Every Quarter
48 Month	Every Quarter
5 year	Every Quarter

Of course, final crediting for all Certificate of Deposit accounts is at maturity.

Payment of Interest

Interest credited will be added to the account. If requested in writing, we will send you a check for the interest amount or transfer the amount to another Ulster Savings Bank account. (Restrictions may apply to withdrawals of transfers from IRA Accounts.) This payment method is not applicable to the 7-Day Certificate of Deposit account.

Withdrawal of Interest Prior to Maturity

The disclosed Annual Percentage Yield assumes interest will remain on deposit until maturity. A withdrawal will reduce earnings.

Special Features of Certificates of Deposit

You may not make deposits to this account prior to maturity. Nor are you permitted to make withdrawals, except for withdrawal of interest, prior to maturity without our consent.

Account-based Maintenance and Service Fees

Your account at Ulster Savings Bank may be subject to monthly maintenance fees and charges for specific features and services, under the terms and conditions of your specific account disclosed to you under separate cover.

Fees and Service Charges applicable to Commercial Checking accounts are disclosed under a separate schedule.

Service Charges

In addition to the account-based maintenance and service charges that may apply to your account, the following are the fees and charges for other services available at Ulster Savings Bank:

Account Statement Copy (per statement)	3.00
Bank Checks (issued for depositors only)	6.00
Certificate of Protest	20.00
Check Printing Fees	Varies
Collection of Foreign Checks (per check)	*25.00
Counter Check (per check)	1.00
Coupons Processed (per envelope)	5.00
Early Closure of Account (within 5 months of opening)	25.00
Excessive Transaction Fee (Applies to Statement Savings and Money Market Accounts with more than 6 preauthorized transfers per statement cycle)	10.00
Returned or Paid checks (Insufficient Funds/Uncollected Funds includes Electronic Funds Transfer Debits)	30.00
Continuous Overdraft Fee (daily beginning on the 6 th calendar day)	5.00
Savings/Money Market Overdraft Transfer Fee to checking	10.00
Interim Account Statement (terminal copy)	1.00
Legal Process (Liens, levies, restraining orders, etc.)	
Per Action	100.00
Money Service Business (monthly fee per account)	950.00
Online Banking	FREE
Online Bill Payment	FREE
Outgoing Wires or Cables (Domestic – per Item)	*20.00
Outgoing Wires or Cables (International – per Item)	*40.00
Passbook Replacement	10.00
Photocopies (per item, check or page)	1.00
Research/Reconciliation of Account (per hour)	30.00
Special Statement Handling (per month)	5.00
Stop Payment (all stop payments)	30.00
Stop Payments (Bank Checks)	30.00
Telephone Banking	FREE
The cost of certified mail, return receipt requested and publishing any notice that money in the account is to be turned over to New York State as Abandoned Property	Varies
Travelers Cheques	\$2.00 per \$100.00
Travelers Cheques for Two	\$2.00 per \$100.00
Uncollected Deposited Items (checks negotiated through us, drawn on other banks and returned unpaid)	10.00
Visa Check Card/ATM Card Replacement	10.00

*Exclusive of any fees or service charges assessed by intermediaries.

Withdrawals made using your Ulster Savings Bank Visa Classic Check / Debit Card or your Ulster Savings Bank ATM Card at non-Ulster Savings Bank ATM facilities will be processed at a fee of \$1.50 per transaction, in addition to any fee the facility owner may assess.