

Information about Your Ulster Savings Bank Pension/IRA Money Market Account

Balance to Open

Your Pension/IRA Money Market Account must be opened with a minimum deposit of \$25.00.

Balance to Earn Interest

If your daily balance is less than \$500.00, you will earn the Interest Rate and Annual Percentage Yield in effect, as disclosed to you under separate cover, on the entire balance in your account.

If your daily balance is \$500.00 or more you will earn the higher Interest Rate and Annual Percentage Yield in effect, as disclosed to you under separate cover, on the entire balance in your account.

Variable Rate Features

This is a variable rate account. Your Interest Rate and Annual Percentage Yield may change. The Interest Rate is set based on the Bank's discretion and may change at any time at the Bank's discretion.

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 noncash 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 of interest).

Payment of Interest

Accrued interest earned during a calendar quarter will be credited to the account at the end of the quarter at which time it will be available for withdrawal (see IRS Withdrawal Restrictions). No interest will be credited to accounts closed before the last day of the quarter.

IRS Withdrawal Restrictions

For traditional IRA accounts, the Internal Revenue Service (IRS) may impose its own 10% premature distribution penalty for amounts withdrawn prior to age 59 ½. Other IRS penalties may apply to certain Roth IRA and other Pension plan withdrawals. See your IRA Disclosure Statement for details.

Maintenance Fees and Service Charges

A listing of maintenance fees and service charges applicable to your account is provided under separate cover.

Additional disclosures apply and will be provided separately.