



PFCU COLLEGE SAVINGS PLAN

DISCLOSURE

I, the undersigned hereby agree to the following terms and conditions for depositing funds into my college savings plan account of Platinum Federal Credit Union.

1. Interest rate on the said college savings plan of PFCU currently is at the prevailing prime rate on the last date of every month. However Interest rate is subject to change.
2. Interest on the said plan will be monthly compounding and will be credit to the account on monthly basis.
3. Maximum interest on the account will be 8% and minimum interest on the account will be 3%, irrespective of the Prime Rate.
4. Maximum contribution of \$500 per month can be made in the college savings plan account per beneficiary till he/she attains the age of 18 years.
5. The amount can only be withdrawn for college education to cover tuition, books, boarding and equipment expenses of the beneficiary.
6. Penalty of 50% on all year to-date earnings will be imposed on early withdrawals and 25% on non-qualified withdrawals.
7. Funds can be transferred any time to a qualified College Savings Plan without Penalty.
8. The owner on the account can change beneficiary any time.
9. Earnings on the account are subject to tax and member will receive 1099-INT each year.
10. Account will be controlled by the owner and not the beneficiary.

Beneficiary information is as under:

Name: _____

Date of Birth: _____

Social Security No.: _____

Account No.: _____

Parent/Guardian of Beneficiary

Date