



**Quaker Oats
Credit Union**

3535 Center Point Rd. NE
Cedar Rapids, IA 52402
(319) 395-7060

**TRUTH-IN-SAVINGS
DISCLOSURE**

DATE OF ISSUANCE	CERTIFICATE AMOUNT	MATURITY DATE

ACCOUNT NO./ACCOUNT TYPE

TERM	DIVIDEND RATE	APY

CERTIFICATE NUMBER

The Truth-in-Savings Act (TIS) is a section of the Federal Deposit Insurance Corporation Improvement Act of 1991. The National Credit Union Administration is charged with enforcing this Act which applies to all credit unions. The purpose of TIS is to promote and simplify comparisons among accounts at all financial institutions. TIS enables consumers to make informed choices/comparisons among competing claims of financial institutions by requiring disclosure of the interest rates payable on these accounts and the fees assessable against these accounts. It is the intent of Quaker Oats Credit Union to maintain compliance with this federal law pertaining to disclosure of the terms and conditions of all savings programs. The following disclosure information illustrates the various savings alternatives available to members of Quaker Oats Credit Union.

The Rate Schedule sets forth certain conditions, rates, fees, and charges applicable to your accounts at Quaker Oats Credit Union as of **February 15, 2005**. The Rate Schedule is incorporated as part of this disclosure. If you have any questions regarding any of the accounts offered at Quaker Oats Credit Union, please call a member service representative.

COMMON FEATURES

All accounts offered by Quaker Oats Credit Union share several common features. These features are:

Membership:

You must complete purchase of a \$5.00 par value share in the credit union (par value of one share is \$25.00) and be a member in good standing.

Nature of Dividends:

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

Federal Deposit Insurance

The National Credit Union Share Insurance Fund federally insures member accounts up to \$100,000.

Transaction Limitations:

We reserve the right to at any time require not less than seven days notice in writing before each withdrawal from an interest-bearing account other than a time deposit, or from any other savings account as defined by Federal Reserve Regulation D.

SHARE SAVINGS ACCOUNT

Rate Information:

The dividend rate and annual percentage yield may change monthly. The dividend rate may change at any time, as determined by the credit union board of directors.

Compounding and Crediting:

Dividends will be compounded quarterly and will be credited to your account quarterly.

Dividend Period:

For this account type, the dividend period is quarterly, for example the beginning date of the first dividend period of the calendar year is January 1 through March 31. All other dividend periods follow this same pattern of dates. The dividend declaration date is the last day of the dividend period, and for the example above is March 31. If you close your account prior to payment of a dividend, you will not receive any accrued dividend.

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.

Minimum Balance Requirements for Share Savings Account(s):

The minimum required to open this account is \$25.00. The minimum required to maintain this account and receive the disclosed interest rate is \$100.00.

Accrual of Dividends on Noncash Deposits:

Dividends will begin to accrue on the business day you deposit noncash (e.g. checks) to your account.

Transaction Limitations:

During any month, you may not make more than 6 (six) withdrawals or transfers to another credit union account of yours or to a third party by means of a preauthorized, automatic or telephonic order or instruction. No more than 3 (three) of the 6 (six) transfer may be made by draft, debit card, check or similar order to a third party. If you exceed these transfer limitations in any month, your account may be closed by the credit union.

SHARE DRAFT ACCOUNT

Rate Information:

The dividend rate and annual percentage yield may change monthly. The dividend rate may change at any time, as determined by the credit union board of directors.

Minimum Balance Requirements for Share Draft Account(s):

The minimum required to open this account is \$25.00. The minimum required to maintain this account and receive the disclosed interest rate is \$2,000.00.

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 through January 31. All other dividend periods follow this same pattern of dates. The dividend declaration date is the last day of the dividend period, and for the example above is January 31. If you close your account prior to payment of a dividend, you will not receive any accrued dividend.

Transaction Limitations:

No transaction limitations apply to this account, unless otherwise stated in your account agreement or other agreement with the credit union.

EXTREME TEEN ACCOUNTS

Rate Information:

The dividend rate and annual percentage yield may change monthly. The dividend rate may change at any time, as determined by the credit union board of directors.

Compounding and Crediting:

Dividends will be compounded quarterly and will be credited to your account quarterly.

Dividend Period:

For this account type, the dividend period is quarterly, for example the beginning date of the first dividend period of the calendar year is January 1 through March 31. All other dividend periods follow this same pattern of dates. The dividend declaration date is the last day of the dividend period, and for the example above is March 31. If you close your account prior to payment of a dividend, you will not receive any accrued dividend.

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.

Minimum Balance Requirements for Extreme Teen Account(s):

The minimum balance required to open this account is \$10.00.
The minimum required daily balance to maintain this account and receive the disclosed interest rate is \$100.00.

Accrual of Dividends on Noncash Deposits:

Dividends will begin to accrue on the business day you deposit noncash (e.g. checks) to your account.

Transaction Limitations:

During any month, you may not make more than 6 (six) withdrawals or transfers to another credit union account of yours or to a third party by means of a preauthorized, automatic or telephonic order or instruction. No more than 3 (three) of the 6 (six) transfer may be made by draft, debit card, check or similar order to a third party. If you exceed these transfer limitations in any month, your account may be closed by the credit union.

KIRBY ACCOUNTS

Rate Information:

The dividend rate and annual percentage yield may change monthly. The dividend rate may change at any time, as determined by the credit union board of directors.

Compounding and Crediting:

Dividends will be compounded quarterly and will be credited to your account quarterly.

Dividend Period:

For this account type, the dividend period is quarterly, for example the beginning date of the first dividend period of the calendar year is January 1 through March 31. All other dividend periods follow this same pattern of dates. The dividend declaration date is the last day of the dividend period, and for the example above is March 31. If you close your account prior to payment of a dividend, you will not receive any accrued dividend.

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.

Minimum Balance Requirements for Kirby Account(s):

The minimum required to maintain this account and receive the disclosed interest rate is \$100.00.

Accrual of Dividends on Noncash Deposits:

Dividends will begin to accrue on the business day you deposit noncash (e.g. checks) to your account.

Transaction Limitations:

During any month, you may not make more than 6 (six) withdrawals or transfers to another credit union account of yours or to a third party by means of a preauthorized, automatic or telephonic order or instruction. No more than 3 (three) of the 6 (six) transfer may be made by draft, debit card, check or similar order to a third party. If you exceed these transfer limitations in any month, your account may be closed by the credit union.

MONEY MARKET ACCOUNTS

Rate Information:

The dividend rate and annual percentage yield may change monthly. The dividend rate may change at any time, as determined by the credit union board of directors.

Compounding and Crediting:

Dividends will be compounded quarterly and will be credited to your account quarterly.

Dividend Period:

For this account type, the dividend period is quarterly, for example the beginning date of the first dividend period of the calendar year is January 1 through March 31. All other dividend periods follow this same pattern of dates. The dividend declaration date is the last day of the dividend period, and for the example above is March 31. If you close your account prior to payment of a dividend, you will not receive any accrued dividend.

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.

Minimum Balance Requirements for Money Market Account(s):

The minimum balance required to open this account is \$2500.00.

The minimum required daily balance to maintain this account and receive the disclosed interest rate is \$100.00.

Accrual of Dividends on Noncash Deposits:

Dividends will begin to accrue on the business day you deposit noncash (e.g. checks) to your account.

Transaction Limitations:

During any month, you may not make more than 6 (six) withdrawals or transfers to another credit union account of yours or to a third party by means of a preauthorized, automatic or telephonic order or instruction. No more than 3 (three) of the 6 (six) transfer may be made by draft, debit card, check or similar order to a third party. If you exceed these transfer limitations in any month, your account may be closed by the credit union.

INDIVIDUAL RETIREMENT ACCOUNTS (IRA)

Rate Information:

The dividend rate and annual percentage yield may change monthly. The dividend rate may change at any time, as determined by the credit union board of directors.

Compounding and Crediting:

Dividends will be compounded quarterly and will be credited to your account quarterly.

Dividend Period:

For this account type, the dividend period is quarterly, for example the beginning date of the first dividend period of the calendar year is January 1 through March 31. All other dividend periods follow this same pattern of dates. The dividend declaration date follows the ending of a dividend period, and for the example above is April 1. If you close your account prior to payment of a dividend, you will not receive any accrued dividend.

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.

Minimum Balance Requirement for Individual Retirement Account:

The minimum required to open and maintain this account is \$50.00.

You must maintain a minimum daily balance of \$100.00 in your account each day to obtain the disclosed annual percentage yield.

Accrual of Dividends on Noncash Deposits:

Dividends will begin to accrue on the business day you deposit noncash (e.g. checks) to your account.

Transaction Limitations:

During any month, you may not make more than 6 (six) withdrawals or transfers to another credit union account of yours or to a third party by means of a preauthorized, automatic or telephonic order or instruction. No more than 3

(three) of the 6 (six) transfer may be made by draft, debit card, check or similar order to a third party. If you exceed these transfer limitations in any month, your account may be closed by the credit union.

SAVINGS CERTIFICATE ACCOUNTS

Rate Information:

The dividend rate and annual percentage yield will not change until the first maturity date.

Compounding and Crediting:

Dividends will be compounded quarterly and will be credited to your account quarterly.

Dividend Period:

For this account type, the dividend period is quarterly, for example the beginning date of the first dividend period of the calendar year is January 1 through March 31. All other dividend periods follow this same pattern of dates. The dividend declaration date follows the ending of a dividend period, and for the example above is April 1. If you close your account prior to payment of a dividend, you will not receive any accrued dividend.

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.

Minimum Balance Requirement for Savings Certificate Account(s):

The minimum required to open and maintain this account is \$1,000.00.

You must maintain a minimum daily balance of \$1,000.00 in your account each day to obtain the disclosed annual percentage yield.

Accrual of Dividends on Noncash Deposits:

Dividends will begin to accrue on the business day you deposit noncash (e.g. checks) to your account.

Transaction Limitations:

During any month, you may not make more than 6 (six) withdrawals or transfers to another credit union account of yours or to a third party by means of a preauthorized, automatic or telephonic order or instruction. No more than 3 (three) of the 6 (six) transfer may be made by draft, debit card, check or similar order to a third party. If you exceed these transfer limitations in any month, your account may be closed by the credit union.

RULES APPLICABLE ONLY TO SAVINGS CERTIFICATE ACCOUNTS

EARLY WITHDRAWAL PENALTY FOR SAVINGS CERTIFICATE ACCOUNTS

We may impose a penalty if you withdraw any of the principal before the maturity date. For these accounts, the amount of the early withdrawal penalty for your accounts is 90 days dividends. The penalty is calculated as a forfeiture of part of the dividends that have been or would be earned on the account. It applies whether or not the dividends have been earned. In other words, if the account has not yet earned enough dividends or if the dividend has already been paid, the penalty will be deducted from the principal.

EXCEPTIONS TO EARLY WITHDRAWAL PENALTIES FOR SAVINGS CERTIFICATE ACCOUNTS ONLY

At our option, or when required by law, we may pay the account before maturity without imposing an early withdrawal penalty when an account owner dies or is determined legally incompetent by a court or other body of competent jurisdiction. See your Plan Disclosure if this account is part of an IRA or other tax qualified plan.

RENEWAL POLICY

This account will automatically renew upon maturity for another term as specified in the original account. The dividend rate upon renewal will be the same we offer on new term share accounts on the maturity date, which have the same term, minimum balance (if any) and other features as the original term share account. You have a grace period of 30 calendar days prior to maturity in which you may elect in writing not to renew the account. The credit union may also notify you in writing by mail within 30 days prior to maturity if the credit union elects not to renew this account. If either you or the credit union elect not to renew your account, then upon maturity, your funds will be placed in a credit union dividend bearing account. You may also withdraw all the funds from the account within ten calendar days after renewal without being charged an early withdrawal penalty.

NONTRANSFERABLE/NONNEGOTIABLE

Your account is nontransferable and nonnegotiable. The funds in your account (s) may not be pledged to secure any obligation of an owner, except obligations with the Credit Union.

CHRISTMAS CLUB ACCOUNT

Rate Information:

The dividend rate and annual percentage yield may change monthly. The dividend rate may change at any time, as determined by the credit union board of directors.

Compounding and Crediting:

Dividends will not be compounded. Dividends will be credited to your account annually.

Dividend Period:

For this account type, the dividend period is annually, for example the beginning date of the first dividend period of the calendar year is November 1 through October 31. All other dividend periods follow this same pattern of dates. The dividend declaration date follows the ending of a dividend period, and for the example above is October 31. If you close your account prior to payment of a dividend, you will not receive any accrued dividend.

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.

Minimum Balance Requirements:

You must maintain a minimum daily balance of \$100.00 to obtain the disclosed annual percentage yield.

Accrual of Dividends on Noncash Deposits:

Dividends will begin to accrue on the business day you deposit noncash (e.g. checks) to your account.

Transaction Limitations:

During any month, you may not make more than 6 (six) withdrawals or transfers to another credit union account of yours or to a third party by means of a preauthorized, automatic or telephonic order or instruction. No more than 3 (three) of the 6 (six) transfer may be made by draft, debit card, check or similar order to a third party. If you exceed these transfer limitations in any month, your account may be closed by the credit union.

ORGANIZATIONAL AND VACATION ACCOUNTS

There are no minimum deposit requirements and no limits on transactions in either of these accounts unless otherwise specified in this disclosure or other policies adopted by the credit union.

Quaker Oats Credit Union

3535 Center Point Road NE
Cedar Rapids, Iowa 52402-5530
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Saving Rates

Effective February 15, 2005

Share Accounts			APR	APY
S1	Regular Shares	\$100.00 - \$999.99	.25%	.25%
		\$1000.00 - \$4999.99	.40%	.40%
		\$5000.00 - \$9999.99	.50%	.50%
		\$10000.00 and over	.60%	.60%
S2	Vacation		0.00%	0.00%
S3	IRA		1.75%	1.76%
S4	Christmas Club		.65%	.65%
S5	Organization		0.00%	0.00%
S6	Kirby		.65%	.65%
S7	Money Market	\$100 - \$2499.99	.40%	.40%
		\$2500 - \$ 9,999.99	.50%	.50%
		\$10,000 - \$19,999.99	.75%	.75%
		\$20,000 - \$49,999.99	.80%	.80%
		\$50,000 - and over	.90%	.90%
S8	Share Drafts	Daily balance over \$2000.00	.25%	.25%
S13	Extreme Teen		.65%	.65%
S55	LIFE Timers	\$0 - 2499.99	.40%	.40%
		\$2500 - \$10000.00	.50%	.50%
		\$10000.01 - \$20000	.75%	.75%
		\$20000.01 - \$50000	.80%	.80%
		\$50000.01 - and over	.90%	.90%

APR = Annual Percentage Rate
 APY = Annual Percentage Yield

Certificates of Deposit Rates

Effective March 29, 2004

	\$1000.00	-	4999.99	\$5000.00	-	49999.99	\$50000.00	-	and over
	APR		APY	APR		APY	APR		APY
3 Mo.	.75%		.75%	1.00%		1.00%	1.50%		1.51%
6 Mo.	.75%		.75%	1.00%		1.00%	1.50%		1.51%
12 Mo.	1.00%		1.00%	1.25%		1.26%	1.75%		1.76%
18 Mo.	1.25%		1.26%	1.50%		1.51%	2.00%		2.02%
24 Mo.	1.75%		1.76%	2.00%		2.01%	2.50%		2.52%
36 Mo.	1.95%		1.96%	2.25%		2.27%	2.75%		2.78%

APR = Annual Percentage Rate
 APY = Annual Percentage Yield