

**ALTOONA FIRST SAVINGS BANK
REWARDS CHECKING ACCOUNT
REG DD DISCLOSURE**

The following information is provided to make sure you have a complete understanding of the account you are opening or inquiring about. Please take note of the separate schedule of fees.

DATE: _____ (Rates and Yields accurate as of this date)

VARIABLE RATE ACCOUNT:

Your interest rate and annual percentage yield may change.

DETERMINATION OF RATE:

At our discretion, we may change the interest rate on your account.

FREQUENCY OF RATE CHANGES:

The interest rate and annual percentage yield may change at any time.

TIERING LEVELS AND THEIR APPLICABLE INTEREST RATES:

The interest rate to be paid on your account will depend on the daily balance in your account and your ability to meet the qualifications requirements outlined below. The separate "tiers" that have varying interest rates that apply are:

Qualifying Rates:

Qualifying TIER ONE Rate (Reward Checking Rate One):

The portion of the daily balance in your account between \$0.00 to and including \$10,000.00 will earn:

INTEREST RATE 2.72 %

ANNUAL PERCENTAGE YIELD 2.75 %

Qualifying TIER TWO Rate (Reward Checking Rate Two):

Depending on the balance in the account, the portion of the daily balance in your account above \$10,000.00 will earn:

INTEREST RATE 0.50 %

ANNUAL PERCENTAGE YIELD 2.75 - 0.50 %

Non-Qualifying Rate:

Non-Qualifying Rate (Base Rate):

The entire daily balance in your account will earn:

INTEREST RATE 0.05 %

ANNUAL PERCENTAGE YIELD 0.05 %

COMPOUNDING AND CREDITING:

Interest will be compounded and credited to your account on a monthly basis.

MINIMUM BALANCE REQUIREMENTS:

-- TO OPEN THE ACCOUNT: You must deposit \$1.00 to open the account.

-- TO OBTAIN THE ANNUAL PERCENTAGE YIELD DISCLOSED: You must maintain a minimum balance of \$10,000.01 in the account each day to obtain the Tier Two annual percentage yield. You must maintain a balance of between \$0.01 and \$10,000.00 in the account each day to obtain the Tier One annual percentage yield. You must maintain a balance of \$0.01 in the account each day to obtain the Non-Qualifying annual percentage yield.

BALANCE COMPUTATION METHOD:

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

ACCRUAL OF INTEREST ON NONCASH DEPOSITS:

Interest begins to accrue on the business day you deposit non-cash items (for example, checks).

EFFECTS OF CLOSING YOUR ACCOUNT: If you close your account before interest is credited, you will not receive the accrued interest

QUALIFICATION REQUIREMENTS: To qualify for Reward Checking rates, you must: have at least 10 check card point of sale transactions post and clear per qualification cycle, have at least one direct deposit or one ACH automatic debit transaction post and clear per qualification cycle, and receive your Rewards Checking Account statement electronically. If the requirements are not met, we will pay not less than the base rate on your account. If you have met our eligibility requirements for the cycle, we will refund domestic ATM transaction fees up to \$10 per cycle. Reward Checking Accounts are limited to one per taxpayer ID number.

QUALIFICATION CYCLE: Each qualification cycle begins on the 1st each month and ends the business day prior to the 1st business day of the following qualification cycle. If the 1st of month is not a business day, the qualification cycle will begin on the business day prior to the 1st of month and end on the business day prior to the 1st business day of the following qualification cycle.