

HATBORO FEDERAL SAVINGS

DEPOSIT ACCOUNTS DISCLOSURE STATEMENT

Effective June 1, 2023

MAIN OFFICE
221 S. York Road
Hatboro, PA 19040
215-675-4000

LENDING OFFICE
229 S. York Road
Hatboro, PA 19040
215-675-4424

WARMINSTER BRANCH
609 York Road
Warminster, PA 18974
215-672-1010

WARRINGTON BRANCH
1401 Easton Road
Warrington, PA 18976
215-343-0344

JAMISON BRANCH
2523 York Road
Jamison, PA 18929
215-918-2722

www.hatborofed.com

Member **FDIC**



PASSBOOK/STATEMENT SAVINGS ACCOUNT

Classification: Open-term, variable rate account.

Minimum initial deposit required is \$50. Minimum daily balance to earn the interest rate and annual percentage yield is \$100. Balances below \$100 will not earn interest.

This is a variable rate account. Interest rates and annual percentage yields are subject to change on a daily basis.

Interest is compounded and credited quarterly on passbook savings and compounded and credited monthly on statement savings accounts. Interest is calculated using the daily ending balance method, based on 365 days per year. Interest will accrue from the day of deposit to the day of withdrawal.

Notice of Withdrawal - No notice of withdrawal is required; however, the bank may require at least seven (7) days advance notice of intention to withdraw or transfer as required by Federal Regulation. (Passbook Savings Only)

Service Charge - \$1 per month whenever the account balance falls below \$100 and the account has been dormant for two years.

SCHOOL SAVINGS ACCOUNT

School passbook savings accounts are available to students of our local schools. Students must be 18 years old or younger to open and maintain an account.

Classification: Open-term, variable rate account.

Minimum initial deposit required is \$1. This is a variable rate account. Interest rates and annual percentage yields are subject to change on a daily basis.

Minimum daily balance to earn the interest rate and annual percentage yield is \$1.00. No fees will be assessed for low balance or dormant accounts.

Interest is compounded and credited quarterly. Interest is calculated using the daily ending balance method, based on 365 days per year. Interest will accrue from day of deposit to the day of withdrawal.

Notice of Withdrawal - No notice of withdrawal is required; however, the bank may require at least seven (7) days advance notice of intention to withdraw or transfer as required by Federal Regulation.

STUDENT STATEMENT SAVINGS ACCOUNT

Classification: Open-term, variable rate account.

Student Statement Savings Accounts are available to young adults between the ages of 16 and 17. Upon your 18th birthday, your account will be automatically converted to our Statement Savings Account. The minimum initial deposit required is \$10. The minimum daily balance to earn interest is \$10. Balances below \$10 will not earn interest.

This is a variable rate account. Interest rates and annual percentage yields are subject to change on a daily basis. Interest is compounded and credited monthly. Interest is calculated using the daily ending balance method, based on 365 days per year. Interest will accrue from the day of deposit to the day of withdrawal.

Notice of Withdrawal – No notice of withdrawal is required; however, the bank may require at least (7) days advance notice of intention to withdraw or transfer as required by Federal Regulations.

STUDENT CHECKING ACCOUNT

Classification: Open-term, variable rate account.

Student Checking Accounts are available to young adults between the ages of 16 and 17. Upon your 18th birthday, your account will be automatically converted to our Advantage Checking Account. The minimum initial deposit required is \$10. The minimum daily balance to earn interest is \$10. Balances below \$10 will not earn interest.

This is a variable rate account. Interest rates and annual percentage yields are subject to change on a daily basis. Interest is compounded and credited monthly. Interest is calculated using the daily ending balance method, based on 365 days per year. Interest will accrue from the day of deposit to the day of withdrawal.

There are unlimited check writing privileges and check images will be returned with your monthly statement. The account holder may close the account at any time providing there are none of the following: check holds, outstanding checks, or any pending Debit Card transactions.

INDIVIDUAL RETIREMENT ACCOUNT

TRADITIONAL & ROTH

Individual Retirement Accounts (IRA) are maintained in a certificate of deposit. All terms and conditions applicable to certificate accounts are also applicable to IRA certificate accounts. Exceptions are listed as follows.

IRA certificates of deposit are available for a minimum term of one year. The minimum balance is \$1,000 regardless of term.

Maturity notices will be sent to the depositor at least thirty (30) days prior to maturity. If there is no response by the stated maturity date, the certificate will automatically renew for a five year term at the current interest rate and annual percentage yield being offered by the bank.

Depositors over the age of 59 1/2 are permitted to receive distributions from their IRA account without early withdrawal penalties. Periodic distributions are available to depositors upon request. Distributions will be taken from the certificate paying the lowest interest rate. This policy also applies to depositors taking mandatory annual distributions. Hatboro Federal also permits upgrading of IRA certificate interest rates to the current rates for depositors over the age of 59 1/2 once every 365 days.

HOLIDAY CLUB ACCOUNT

Minimum initial deposit required is \$5. This is a non-interest bearing account and there are no service fees. Proceeds are distributed to the account holder at the end of every October.

CERTIFICATE OF DEPOSIT

Classification: Fixed rate, fixed term account.

The interest rate and annual percentage yield for new certificates and renewing certificates may change daily at the discretion of management.

Interest is calculated using the daily ending balance method, based on 365 days per year. Interest will accrue from the day of deposit to the day of withdrawal. Monthly or quarterly distribution of interest is available; however, this will reduce the annual percentage yield.

Maturity notices will be provided thirty (30) days prior to maturity. The certificate will automatically renew for the same period as the original certificate, but at the interest rate currently offered for that term, unless specifically designated on your certificate. A ten (10) day post maturity grace period is provided for customers to notify the bank of their intentions. If the funds are withdrawn, no interest will be paid during the grace period. Renewal notices will be sent to the depositor after renewal, stating the new principal balance, interest rate, annual percentage yield and maturity date. If the term is changed by the customer during the ten (10) day grace period, no further renewal notice will be mailed.

Early withdrawal interest penalties are charged on the amount withdrawn whether the interest has been earned or not. Minimum deposit, compounding frequency, and penalties for early withdrawal vary according to the term of the certificate. See chart below.

Term	Minimum Deposit	Compounding	Early Withdrawal Penalty
91 Day	\$1,000.00	Maturity	30 days interest
182 Day	\$1,000.00	Maturity	90 days interest
1 Year	\$1,000.00	Quarterly	90 days interest
18 Month	\$1,000.00	Quarterly	90 days interest
2 Year	\$1,000.00	Quarterly	90 days interest
30 Month	\$1,000.00	Quarterly	180 days interest
3 Year	\$1,000.00	Quarterly	180 days interest
4 Year	\$1,000.00	Quarterly	180 days interest
5 Year	\$1,000.00	Quarterly	180 days interest

Early withdrawal penalties are waived in the event of the death of any account owner; if any owner is determined to be legally incompetent by a court or other administrative body of competent jurisdiction; or if funds are withdrawn during the 10 day grace period following the maturity date.

TIERED MONEY MARKET ACCOUNT

Classification: Open-term, variable rate account. Minimum Initial Deposit Required \$1,000.

Minimum daily balance to earn the interest rate and annual percentage yield is \$1,000. Balances below \$1,000 will not earn interest.

This is a variable rate account. Interest rates and annual percentage yields are subject to change on a daily basis. An additional disclosure detailing the tiered balance requirements and current interest rates is available on our website or in our branches.

Interest is compounded and credited monthly. Interest is calculated using the daily ending balance method, based on 365 days per year. Interest will accrue from the day of deposit to the day of withdrawal.

Notice of Withdrawal - No notice of withdrawal is required; however, the bank may require at least seven (7) days advanced notice of intention to withdraw or transfer as required by Federal Regulation.

Service Charge - \$1 per month whenever the average daily balance falls below \$500 for the month.

The account holder may close the account at any time providing there are none of the following: check holds, outstanding checks, Debit Card or pending bill payment transactions.

PRIORITY CHECKING ACCOUNT

Classification: Open-term, non interest bearing.

The minimum initial deposit to open account is \$100.00. There are no monthly service fees.

There is no minimum balance required once the account is opened. There is unlimited check writing privileges and check images will be returned with your monthly statement. The account holder may close the account at any time providing there are none of the following: check holds, outstanding checks, Debit Card or pending bill payment transactions.

ADVANTAGE CHECKING ACCOUNT

Classification: Open-term, variable rate account.

There is unlimited check writing privileges and check images will be returned with your monthly statement. The minimum initial deposit required is \$100.00.

This is a variable rate account. Interest rates and annual percentage yields are subject to change on a daily basis.

Minimum daily balance to earn the interest rate and annual percentage yield is \$100.00. Balances of \$100.00 and above earn interest on the entire balance. Balances below \$100.00 will not earn interest. Interest is compounded and credited monthly. Interest is calculated using the daily ending balance method, based on 365 days per year. Interest will accrue from the day of deposit to the day of withdrawal. The account holder may close the account at any time providing there are none of the following: check holds, outstanding checks, Debit Card or pending bill payment transactions