

UNDERSTANDING YOUR CONSUMER DEPOSIT ACCOUNT

TRUTH IN SAVINGS



TRUTH-IN-SAVINGS DISCLOSURE

PRIORITY CHECKING

Minimum Balance Requirements - You must deposit \$50.00 to open this account.

Fees - For every check paid in excess of ten per statement cycle you will be charged \$.50 per item. Transactions processed at "non" Savings Bank of Danbury automated teller machines will be assessed a \$1.00 transaction fee.

PRIORITY PLUS CHECKING

Minimum Balance Requirements - You must deposit \$50.00 to open this account.

Service Charges - In order to participate in any benefits that may be associated with this account, and to avoid the monthly service charge of \$12.00, you must maintain an average daily balance of \$1,000.00 or have a minimum of one \$250.00 direct deposit to your account monthly, for example payroll or social security.

PRIORITY PLATINUM CHECKING

Minimum Balance Requirements - You must deposit \$50.00 to open this account.

Minimum Balance to Avoid the Imposition of Fees - You must maintain an average daily balance of \$2,500 in this account to avoid the monthly service charge of \$20.00. In order to participate in any benefits that may be associated with this account, you must maintain an average daily balance of \$5,000.00 in the account or have a minimum of one \$250.00 direct deposit to your account monthly.

NOW CHECKING

Variable Rate Information - Your interest rate and annual percentage yield may change. At our discretion, we may change the interest rate on your account at any time.

Interest Crediting and Compounding - Interest is compounded continuously and credited to your account monthly.

Minimum Balance Requirements - You must deposit \$50.00 to open this account. You must maintain a minimum balance of \$1,000.00 in the account each day to obtain the disclosed annual percentage yield.

Minimum Balance to Avoid the Imposition of Fees - A monthly service charge fee of \$6.00 will be imposed every monthly statement cycle if the balance in the account falls below \$1,000.00 any day of the cycle.

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 noncash items (for example, checks).

Interest Rate: _____% APY: _____%

PRIORITY NOW CHECKING

Variable Rate Information - Your interest rate and annual percentage yield may change. At our discretion, we may change the interest rate on your account at any time.

Interest Crediting and Compounding - Interest is compounded continuously and credited to your account monthly.

Minimum Balance Requirements - You must deposit \$50.00 to open this account.

Minimum Balance to Obtain the Annual Percentage Yield - This is a "Tiered" rate account. You must maintain the minimum daily balance indicated for each tier shown below, in order to earn the Annual Percentage Yield disclosed for that tier on the entire account balance:

Int. Rate: _____ APY: _____

Tier 1: \$1,000 - \$9,999.99 _____% _____%

Tier 2: \$10,000 - \$24,999.99 _____% _____%

Tier 3: \$25,000 - \$49,999.99 _____% _____%

Tier 4: \$50,000 and up _____% _____%

Minimum Balance to Avoid the Imposition of Fees - A monthly service charge of \$25.00 will be imposed every monthly statement cycle if the balance in the account falls below \$5,000.00 any day of the cycle.

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 noncash items (for example, checks).

Special Features - In order to participate in any benefits associated with this account, you must have a minimum of one \$250.00 direct deposit monthly to this account, for example payroll or social security benefit.

Product is not available to business or not-for-profit organizations.

HYSA CHECKING (HEALTH SAVINGS INVESTMENT ACCOUNT)

Variable Rate Information - Your interest rate and annual percentage yield may change. At our discretion, we may change the interest rate on your account at any time.

Interest Crediting and Compounding - Interest is compounded continuously and credited to your account monthly.

Minimum Balance Requirements - You must deposit \$25.00 to open this account.

Minimum Balance to Obtain the Annual Percentage Yield - This is a "Tiered" rate account. You must maintain the minimum daily balance indicated for each tier shown below, in order to earn the Annual Percentage Yield disclosed for that tier on the entire account balance:

Int. Rate: _____ APY: _____

Tier 1: \$.01 - \$1,499.99 _____% _____%

Tier 2: \$1,500 - \$2,499.99 _____% _____%

Tier 3: \$2,500 - \$4,999.99 _____% _____%

Tier 4: \$5,000 - \$9,999.99 _____% _____%

Tier 5: \$10,000 - \$49,999.99 _____% _____%

Tier 6: \$50,000 and up _____% _____%

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 noncash items (for example, checks).

Contribution Maximums - The Individual Plan yearly contribution maximum is \$3,450.00. The Family Plan yearly contribution maximum is \$6,900.00.

MONEY MARKET CHOICE

Variable Rate Information - Your interest rate and annual percentage yield may change. At our discretion, we may change the interest rate on your account at any time.

Interest Crediting and Compounding - Interest is compounded continuously and credited to your account monthly.

Minimum Balance Requirements - You must deposit \$50.00 to open this account.

Minimum Balance to Obtain the Annual Percentage Yield - This is a "Tiered" rate account. You must maintain the minimum daily balance indicated for each tier shown below, in order to earn the Annual Percentage Yield disclosed for that tier on the entire account balance:

	Int. Rate:	APY:
Tier 1: \$.01 - \$9,999.99	_____ %	_____ %
Tier 2: \$10,000 - \$49,999.99	_____ %	_____ %
Tier 3: \$50,000 - \$99,999.99	_____ %	_____ %
Tier 4: \$100,000 - \$249,999.99	_____ %	_____ %
Tier 5: \$250,000 - \$499,999.99	_____ %	_____ %
Tier 6: \$500,000 and up	_____ %	_____ %

Minimum Balance to Avoid the Imposition of Fees - A monthly service charge of \$5.00 will be imposed every monthly statement cycle if the average daily balance falls below \$2,500.00 any day of the cycle. The average daily balance is calculated by adding the principal in the account each day to obtain the disclosed 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 noncash items (for example, checks).

Transaction Limitations - You may make up to 6 preauthorized transfers, electronic and internet transfers, transfers made by check, draft, debit card or similar order by you payable to third parties, or telephone transfers per statement cycle from this account. You will be charged a \$10 fee for each item paid in excess of 6 per statement cycle.

If you exceed this limit 3 or more times within any 12 month period, federal regulations require us to reclassify your account. Your account will be converted a non-interest bearing checking account with no transaction limitations.

The limitations on preauthorized transfers do not apply to pre-authorized transfers made to pay loans you have with us or to withdrawals or transfers to another account you maintain with us if made in person or by mail or through an automated teller machine.

PASSBOOK SAVINGS

Variable Rate Information - Your interest rate and annual percentage yield may change. At our discretion, we may change the interest rate on your account at any time.

Interest Crediting and Compounding - Interest is compounded continuously and credited to your account monthly.

Minimum Balance Requirements - You must deposit \$10.00 to open this account. You must maintain a minimum balance of \$5.00 in the account each day to obtain the disclosed 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 noncash items (for example, checks).

Transaction Limitations - You may not make any transfers from this account to another account of yours or to third parties by preauthorized, automatic, or telephone transfer or similar order to third parties.

Interest Rate: _____ % APY: _____ %

STATEMENT SAVINGS

Variable Rate Information - Your interest rate and annual percentage yield may change. At our discretion, we may change the interest rate on your account at any time.

Interest Crediting and Compounding - Interest is compounded continuously and credited to your account monthly.

Minimum Balance Requirements - You must deposit \$10.00 to open this account. You must maintain a minimum balance of \$5.00 in the account each day to obtain the disclosed 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 noncash items (for example, checks).

Transaction Limitations - You may make up to 6 preauthorized transfers, electronic and internet transfers, transfers made by check, draft, debit card or similar order by you payable to third parties, or telephone transfers per statement cycle from this account. You will be charged a \$10 fee for each item paid in excess of 6 per statement cycle.

If you exceed this limit 3 or more times within any 12 month period, federal regulations require us to reclassify your account. Your account will be converted to a non-interest bearing statement savings account with no transaction limitations.

The limitations on preauthorized transfers do not apply to pre-authorized transfers made to pay loans you have with us or to withdrawals or transfers to another account you maintain with us if made in person or by mail or through an automated teller machine.

Interest Rate: _____ % APY: _____ %

If checked, your account is an IRA Statement Savings:

STATEMENT DRAW

Variable Rate Information - Your interest rate and annual percentage yield may change. At our discretion, we may change the interest rate on your account at any time.

Interest Crediting and Compounding - Interest is compounded continuously and credited to your account monthly.

Minimum Balance Requirements - You must deposit \$10.00 to open this account. You must maintain a minimum balance of \$5.00 in the account each day to obtain the disclosed 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 noncash items (for example, checks).

Additional Features - This account can be used in conjunction with your checking account to provide automatic overdraft protection. Nightly, if needed, money will transfer to your checking account if your balance becomes overdrawn. An overdraft protection transfer fee of \$10.00 will be charged each time a transfer is made to cover an overdrawn account. This fee will only be charged once per day, and only when a draw is needed. If there is not enough money in your Statement Draw Account to cover the balance needed to bring your checking account to a positive balance, you will be charged the normal per check overdraft fee of \$30.00.

Interest Rate: _____ % APY: _____ %

MONEY MARKET SAVINGS

Variable Rate Information - Your interest rate and annual percentage yield may change. At our discretion, we may change the interest rate on your account at any time.

Interest Crediting and Compounding - Interest is compounded continuously and credited to your account monthly.

Minimum Balance Requirements - You must deposit \$50.00 to open this account.

Minimum Balance to Obtain the Annual Percentage Yield - This is a "Tiered" rate account. You must maintain the minimum daily balance indicated for each tier shown below, in order to earn the Annual Percentage Yield disclosed for that tier on the entire account balance:

	Int. Rate:	APY:
Tier 1: \$5.00 - \$2,499.99	_____ %	_____ %
Tier 2: \$2,500 and up	_____ %	_____ %

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 noncash items (for example, checks).

Transaction limitations - You may not make any transfers from this account to another account of yours or to third parties by preauthorized, automatic, or telephone transfer or similar order to third parties.

HOLIDAY & VACATION CLUB ACCOUNTS

Fixed Rate Information - Your interest rate and annual percentage yield is fixed for the duration of the club cycle, and will not change.

Minimum Balance Requirements - You must deposit a minimum of \$10.00 to open this account. You must maintain a minimum balance of \$10.00 in the account each day to obtain the disclosed annual percentage yield.

Compounding and Crediting Frequency - Interest is not compounded. Interest will be credited to your account at the completion of the club cycle, unless a withdrawal is made during the club cycle that effectively closes your account.

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.

Effect of Closing Account - If you close your account before interest is credited you will not receive the accrued interest.

Accrual of Interest on Non-Cash Items - Interest begins to accrue on the business day you deposit noncash items (for example, checks).

Transaction Limitations & Early Withdrawal Penalty - You may open a Club account at any time, however the Holiday Club cycle runs for 50 weeks from October of the current year through October of the following year, and the Vacation Club runs for 50 weeks from April of the current year through April of the following year.

You may not make withdrawals during the term of the club cycle, unless you want to close the account. If the account is closed prior to the end of the club cycle, interest will not be paid.

You may not make any transfers from this account to another account of yours or to third parties by preauthorized, automatic, or telephonic or similar order to third parties.

Automatically Renewable Club Account - At the end of the club cycle, the proceeds of the account including interest earned will be directly deposited to another account that you designate, either at Savings Bank of Danbury, or another financial institution. Your account will be automatically renewed for a new club cycle at an interest rate that we are then paying on new club accounts, unless you direct us otherwise. Any preauthorized periodic contributions already in place will not change when the club cycle is renewed.

Interest Rate: _____ % APY: _____ %

CERTIFICATE OF DEPOSIT

Term: _____ Maturity Date: _____

Int. Rate: _____% APY: _____%

If checked, your account is an IRA CD:

Fixed Rate Information - The interest rate in effect on the day your account is opened will remain in effect until the maturity date of the account, unless a withdrawal is made that brings your balance below the minimum balance shown below.

Effect of Interest Withdrawal - The annual percentage yield assumes that interest remains on deposit for one year. A withdrawal will reduce earnings.

Interest Crediting and Compounding - Interest is compounded continuously and credited to your account monthly.

Minimum Balance Requirements - You must deposit \$500.00 to open this account. You must maintain a minimum balance of \$500.00 in the account each day to obtain the disclosed 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 noncash items (for example, checks).

Transaction Limitations - You may not make any deposits into your account before maturity. You may make withdrawals of principal from your account before maturity. Principal withdrawn before maturity is included in the amount subject to early withdrawal penalty. You can only withdraw interest credited in the term before maturity of that term without penalty. You can withdraw interest any time during the term of crediting after it is credited to your account.

Early withdrawal penalties (a penalty may be imposed for withdrawals before maturity) -

- If your account has an original maturity of 3 months or less:
The fee we may impose will equal 3 months interest on the amount withdrawn subject to penalty.
- If your account has an original maturity of more than 3 months up to 12 months:
The fee we may impose will equal 6 months interest on the amount withdrawn subject to penalty.
- If your account has an original maturity greater than 12 months:
The fee we may impose will equal 12 months interest on the amount withdrawn subject to penalty.
- Where the interest earned is less than the amount of the early withdrawal penalty, the difference must be paid from the principal.

In certain circumstances such as the death or incompetence of an owner of this account, the law permits, or in some cases requires, the waiver of the early withdrawal penalty. Other exceptions may also apply, for example, if this is part of an IRA or other tax-deferred savings plan.

Automatically renewable time account - This account will automatically renew at maturity. You may prevent renewal if you withdraw the funds in the account at maturity (or within the grace period mentioned below, if any) or we receive written notice from you within the grace period mentioned below, if any. We can prevent renewal if we mail notice to you at least 30 calendar days before maturity. If either you or we prevent renewal, interest will continue to accrue after final maturity for up to ten calendar days. The interest rate will be the rate in effect on the maturity date.

Unless we tell you otherwise, each renewal term will be the same as the original term, beginning on the maturity date. The interest rate will be the same we offer on new time deposits on the maturity date which have the same term, minimum balance (if any) and other features as the original time deposit. If you received a premium rate on your initial time deposit this rate will end at maturity and your renewal rate will be our posted interest rate for your particular time deposit product. You may be able to receive a premium rate on your renewed account if you have an associated banking package, however you must request this rate by visiting or calling your local branch office. You will have ten calendar days after maturity to withdraw the funds without a penalty.

SMART CHOICE LIQUID CERTIFICATE OF DEPOSIT

Term: _____ Maturity Date: _____

Int. Rate: _____% APY: _____%

Fixed Rate Information - The interest rate in effect on the day your account is opened will remain in effect until the maturity date of the account, unless a withdrawal is made that brings your balance below the minimum balance shown below.

Effect of Interest Withdrawal - The annual percentage yield assumes that interest remains on deposit for one year. A withdrawal will reduce earnings.

Interest Crediting and Compounding - Interest is compounded continuously and credited to your account monthly.

Minimum Balance Requirements - You must deposit \$50,000.00 to open this account. You must maintain a minimum balance of \$50,000.00 in the account each day to obtain the disclosed 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 noncash items (for example, checks).

Additional Deposits - Additional deposits in increments of \$1,000 or more can be made to this account at any time during the term of the account. Deposits do not extend the term of the account.

Additional Deposit Limitations - Electronic deposits through PC Banking and the Automated Clearing House (ACH) for example, direct deposits are not permitted.

Additional Withdrawals - Principal may be withdrawn in increments of \$1,000.00 or more during the term of the account without penalty, however withdrawal of funds within seven calendar days of their deposit, or within seven calendar days of any prior withdrawal, are subject to penalty of seven days' interest on the amount withdrawn.

You can withdraw interest credited to the account at any time during the term of the account without penalty.

If the withdrawal brings the account balance below the required minimum of \$50,000.00, the account will be closed and you will be charged a penalty equal to 6 months interest on the required minimum balance. If there is not enough interest in the account, we may take a portion of principal to satisfy the penalty.

You can make withdrawals from the principal balance on the maturity date and for the seven days immediately following without penalty.

Additional Withdrawal Limitations - Electronic withdrawals through PC Banking and the Automated Clearing House (ACH) for example, and/or external withdrawals, are not permitted. You may not make withdrawals of principal in excess of the \$1,000 increment without penalty. If you make a withdrawal in excess of the additional withdrawal increment, you will be assessed a penalty equal to 6 months interest on the amount of principal withdrawn. If there is not enough interest to cover the penalty amount, we may take a portion of principal to satisfy the penalty amount.

In certain circumstances such as the death or incompetence of an owner of this account, the law permits, or in some cases requires,

the waiver of the early withdrawal penalty. Other exceptions may also apply, for example, if this is part of a tax-deferred savings plan.

Automatically renewable time account - This account will automatically renew at maturity into our six month Smart Choice Liquid CD product. You may prevent renewal if you withdraw the funds in the account at maturity (or within the grace period mentioned below, if any) or we receive written notice from you within the grace period mentioned below, if any. We can prevent renewal if we mail notice to you at least 30 calendar days before maturity. If either you or we prevent renewal, interest will continue to accrue after final maturity for up to ten calendar days. The interest rate will be the same rate paid on our six month Smart Choice Liquid CD renewed account. Unless we tell you otherwise, each renewal term will be the same as our six month Smart Choice Liquid CD term, beginning on the maturity date. Interest will be calculated on the same basis as during the original term. You will have ten calendar days after maturity to withdraw the funds without a penalty.

This product is not available for individual retirement accounts.

15 MONTH BUMP-UP CERTIFICATE OF DEPOSIT

Term: _____ Maturity Date: _____

Int. Rate: _____% APY: _____%

Fixed Rate Information - The interest rate in effect on the day your account is opened will remain in effect until the maturity date of the account or until the "Bump" option is exercised, unless a withdrawal is made that brings your balance below the minimum balance shown below.

"Bump-Up Option" - During the initial term, at your discretion, you may request to change the Interest rate that is being paid on your account to equal the interest rate we would pay on a new "15 Month Bump-Up" certificate of deposit. You must request this rate change in person, and you may only change the interest rate once during the initial term of your account, and the new Interest Rate and resulting Annual Percentage Yield will remain in effect until the original maturity date. An increase in the Interest Rate will result in an increase in the Annual Percentage Yield (APY). To obtain the current Interest Rate and (APY), you may contact us at the number listed below.

Effect of Interest Withdrawal - The annual percentage yield assumes that interest remains on deposit for one year. A withdrawal will reduce earnings.

Interest Crediting and Compounding - Interest is compounded **continuously** and credited to your account monthly.

Minimum Balance Requirements - You must deposit \$ 1,000.00 to open this account. You must maintain a minimum balance of \$1,000.00 in the account each day to obtain the disclosed 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 noncash items (for example, checks).

Additional Deposits - You may make Additional deposits in increments of \$1,000 or more to this account at any time during the initial 6 months of the term of the account. Deposits do not extend the term of the account.

Transaction Limitations - You may withdrawal interest credited to your account at any time without penalty. You may not make withdrawals of principal from your account before the maturity date without our consent. Except in the case of death or a court's declaration of your incompetence, if you withdrawal any principal before the maturity date, a penalty will be charged to your account equal to 12 months interest on the amount withdrawn subject to penalty. The interest rate we will use to calculate this early withdrawal penalty will be the interest rate in effect at the time of the

withdrawal. If necessary, we may take all or part of the penalty from the original principal invested.

Automatically renewable time account - This account will automatically renew at maturity into our one year certificate of deposit account. You have a grace period of **10** calendar days after the maturity date to withdraw the funds without being charged a penalty, make additional deposits, or to change the term of the account. If you do not withdraw the funds from the account within the "grace period" of 10 calendar days after maturity, or we do not receive instructions from you, your account will be automatically renewed as of the Maturity Date with a new term of 1 year, at the rate of interest we are then paying on regular CDs with that term, (that is, Certificates of Deposit that do not have a "Bump-up" option). If you renew the account or it is automatically renewed, all interest which is on deposit at the time of renewal will become principal of the renewed account.

This product is not available for individual retirement accounts. This certificate cannot be used with any other premium certificate of deposit offers including Priority Platinum or Priority NOW bonus rates.

COMMON FEATURES

Please refer to our separate fee schedule for additional information about charges. We reserve the right to require not less than 7 days' notice in writing before each withdrawal from an interest-bearing account other than a time deposit or demand deposit, or from any other savings account as defined by Regulation D. (The law requires us to reserve this right, but it is not our general policy to use it.) Withdrawals from a time account prior to maturity or prior to any notice period may be restricted and may be subject to penalty. See your notice of penalty for early withdrawal.

For current rate information, please visit us online or call us at: (203) 830-4390 or toll free at (844) SBD-Bank, (844-723-2265).



Visit our website at www.SBDanbury.com
to find the branch location closest to you.

Main Office: 203-830-4390
1-844-SBD-BANK (2265)



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