

Continental Bank

Certificate of Deposit Disclosure

Updated as of December 7, 2018

Account Opening and Renewal

Accepted Applicants

We only accept deposit requests from commercial entities. At the time of account opening, we will request certain documents from you to confirm eligibility.

Contact Methods

Give us a call (801-595-7047) or email us at (deposits@cbankus.com) and we'll answer any questions. All of our communications will be addressed to your entity's individuals authorized at the time of account opening. You are responsible to update us as to changes in both authorized or bank account information.

Min & Max Deposit Amounts

Minimum deposits are \$10,000, maximum deposits per customer are \$10,000,000. To determine the maximum, we may aggregate all balances per a customer and its affiliates and may refuse additional funds, or return funds based on our sole discretion.

Automatically Renewable

Your CD will renew automatically at maturity for the same term and the then current interest rate unless we receive your intent to renew for a different term, or you request to withdraw your funds. We will send a notice before maturity to provide you with an opportunity to prevent renewal during the grace period. The grace period is 10 calendar days beginning on the date of maturity. After the grace period, any withdraw will be penalized.

Account Changes

Changes to the account are only allowed during the grace period. If you wish to change the term of your CD, you will need to close your existing CD and open a new CD with the desired term.

Adding Deposits

After the account is opened, you may not make a deposit into the same CD until the maturity date. You may make an additional deposit on the maturity date and during the grace period, or any time under a new separate CD. You may deposit money into a new CD of the same or different term.

Options at Maturity

You can either withdraw your funds or automatically renew your CD at the interest rate and annual percentage yield (APY) in effect on the date of maturity. Or you can renew it with a different term. To withdraw your funds, you'll need to contact us in writing or by phone within 10 days after the maturity date to avoid penalty. If you do not contact us by the end of the 10-day grace period to renew or withdraw, your CD will automatically renew for another term at the highest interest rate and APY we offer for the same term. You will receive an email notifying you of the upcoming maturity.

FDIC Insurance

FDIC insurance is automatically provided up to \$250,000 per entity but can be increased up to \$10,000,000 through CDARS. Give us a call to discuss.

Customer Verification

For security and compliance purposes, we identify, and verify individuals authorized to make transactions for the account. In addition, as required by laws and regulations, we conduct background checks for money laundering purposes. The Bank's core processing provider performs ongoing customer identification reviews and notifies us of any suspicious personal or entity related activity.

E-Sign

Prior to obtaining your consent, the Bank provides you the following notice in regard to the E-sign Act:

- informing you of any right or option to have this and other records provided or made available in paper or in a non-electronic form, and the right to withdraw consent, including any conditions, consequences, and fees in the event of such withdrawal;
- informing you whether the consent applies only to the particular transaction that triggered the disclosure or to identified categories of records that may be provided during the course of the parties' relationship;
- describing the procedures you must use to withdraw consent and to update information needed to contact you electronically; and
- informing you how you may nonetheless request a paper copy of a record and whether any fee will be charged for that copy.

Interest, Payment & Withdrawals

Fixed Rate

Your disclosed interest rate will not change until CD renews at maturity, unless you purchased a Bump-up CD. Bump-up CDs allow you to increase your rate once over the 2-year term or twice over the 4-year term if our rate for your term and balance tier goes up on these CDs

Interest Rate

You can select to receive compound or simple interest, and choose between flexible interest payment options. Interest disbursements can either be credited to principle of your CD and redeemed at renewal/maturity, or be transferred to a linked account. Compound interest is accrued daily, credited monthly, and can be withdrawn upon request. Simple interest is sent monthly. Either way, the ACH will be made payable to the information filled out on the Authorized Payments form. You are responsible to update us with account changes on your end.

Statements

Interest statements are provided upon request. They will be mailed to you or emailed via ShareFile. Maturity notifications will also be emailed to you prior to maturity.

Annual Percentage Yield (APY) Calculation

The annual interest rate for compound CDs differs from the APY. See calculation in the Deposit Account Agreement or give us a call.

Early Principal Withdrawal Penalties

You may make withdrawals of principal from the account before maturity. However, principal withdrawn before maturity is included in the amount subject to early withdrawal penalty (except for Liquidity CDs). A withdrawal may be made before the grace period ends without penalty.

Penalty Calculation

The early withdrawal penalty is calculated based on the interest rate paid on your CD at the time of withdrawal and the length of your CD term. If the withdrawal penalty is more than the total amount of interest credited to the account, a reduction of principal will occur.

CD terms under 2 years: The penalty assessed is equivalent to 90 days interest earned on the amount of principal withdrawn.

CD terms 2 years or more: The penalty assessed is equivalent to 180 days interest earned on the amount of principal withdrawn.

Liquidity CDs have no early withdraw penalties. Bump-up CDs have their penalty calculated using the interest rate in effect on your account on the day you request an early withdrawal.