



**Mill Town Credit Union**  
 3102 Broadway  
 Everett, WA 98201  
 (425) 252-5139

**TRUTH-IN-LENDING DISCLOSURE  
 STATEMENT - LINE OF CREDIT**

BORROWER'S NAME	ACCOUNT NUMBER
CO-BORROWER'S NAME	DATE

This Truth-in-Lending Disclosure Statement provides important information regarding the rates and terms of your Line of Credit. This Statement is incorporated into and becomes a part of your Credit Agreement. Please keep this attached to your Agreement.

The following applies to your Personal Line of Credit:

INTEREST RATES and INTEREST CHARGES:	
Annual Percentage Rate	_____ %
Paying Interest	We will begin charging interest on the transaction date.
Minimum Interest Charge	None

FEES:	
Fees to Open or Maintain your Line:	None
Transaction Fees:	None
<b>Penalty Fees:</b> • Late Payment: • Over-the-Credit Limit: • Returned Payment:	If a payment is more than 5 days late, you will be charged <b>5%</b> of the payment due or <b>\$5.00</b> , whichever is greater. None <b>\$20.00</b> if your payment is returned unpaid for any reason.

**How We Will Calculate Your Balance:** We use a method called the "Daily Balance" method. See your Credit Agreement for more details.

**Billing Rights:** Information on your rights to dispute transactions and how to exercise those rights is provided in your Credit Agreement.

**OTHER IMPORTANT DISCLOSURES:**

**Rates are subject to change upon written notice and according to applicable law.**

**Security Interest:** We will take a security interest in your shares as set forth in the Revolving Line of Credit - Credit Agreement and Security Agreement.

**Daily Periodic Rate:** The corresponding daily periodic rate is \_\_\_\_\_%.

**Other Fees:** In addition to the fees disclosed above, the following fees may be imposed:

**Skip-Payment Fee:** \$25.00

**Minimum Payment Requirement:** 3.5% of the outstanding balance, subject to a minimum of \$20.00.

**ACTIVE SERVICE MEMBERS AND DEPENDENTS:** See page 2 for Important Information.

### IMPORTANT DISCLOSURES FOR ACTIVE MEMBERS OF THE MILITARY AND THEIR DEPENDENTS:

The following applies if at the time of this advance you are a member of the military or a dependent (as those terms are defined in the Military Lending Act, 10 U.S.C. 987 and its implementing regulations), and: (a) your advance is unsecured or secured by personal property or a vehicle that you did not purchase with the proceeds of the advance; or (b) this advance is made for the purchase of a vehicle or personal property, and you also receive additional "cash out" financing (e.g., to pay off negative equity on a trade-in or you otherwise receive additional cash).

- 1. NOTICE:** Federal law provides important protections to members of the Armed Forces and their dependents relating to extensions of consumer credit. In general, the cost of consumer credit to a member of the Armed Forces and his or her dependent may not exceed an annual percentage rate of 36 percent. This rate must include, as applicable to the credit transaction or account: the costs associated with credit insurance premiums or debt protection fees; fees for ancillary products sold in connection with the credit transaction; any application fee charged (other than certain application fees for specified credit transactions or accounts); and any participation fee charged (other than certain participation fees for a credit card account). To receive this notice verbally, please call 1-800-819-9093 during our normal business hours: 8 am - 5 pm Monday - Friday.
- 2.** This advance will not be secured by a consensual lien on shares or deposits in any of your accounts unless you specifically agree to establish an account in connection with this advance ("Secured Account"). Only funds deposited into the Secured Account after the advance is made will secure this advance. Any cross-collateralization provision contained in your credit or membership documents will not apply to the Secured Account or your other share or deposit accounts for any loan subject to the Military Lending Act.

However, with regard to this advance, we still reserve our statutory lien rights and any resulting rights to set-off or administrative freeze under federal or state law, which gives us the right to apply the sums in the Secured Account or any other account(s) you have with us to satisfy your obligations under this advance.

Any contract terms in your credit, security, or membership agreements that contradict the above with regard to this advance are hereby deleted.
- 3.** Your advance is not subject to mandatory arbitration and therefore any reference to mandatory arbitration in this Credit Agreement and Security Agreement shall not apply to your advance.