

Platinum Rewards Credit Card Agreement

Dear Cardholder:

Your new Card has been ordered. The Terms governing the use of this account are printed within this form. These Terms may be amended or supplemented by separate notices to you, including notices you have previously received from us. The Disclosures required by federal law are set forth below. Keep these forms so you can refer to them if you have any questions regarding your account.

DISCLOSURES REQUIRED BY FEDERAL LAW

1. FINANCE CHARGES

A. Periodic Rates used to compute FINANCE CHARGES:

Platinum and Shared Secured Platinum

Cash Advance: from **.742%**
to **1.492%**
per month

Credit Purchases: from **.742%**
to **1.492%**
per month

Corresponding ANNUAL PERCENTAGE RATE:

Platinum and Shared Secured Platinum

Cash Advance: from **8.9%**
to **17.9%**

Credit Purchases: from **8.9%**
to **17.9%**

B. FINANCE CHARGE equal to the greater of **\$.00** or **.00%** of the cash advance will be imposed; however this charge will not exceed **\$5.00** for each Over the Counter Cash Advance. For Cash Advances obtained at an Automated Teller Machine (ATM) equal to or greater than **\$5.00** a FINANCE CHARGE equal to the greater of **\$5.00** or **.00%** of the cash advance will be imposed; however this charge will not exceed **\$5.00** for each ATM Cash Advance. A transaction fee may also be imposed by an ATM operator, not holding your account, or by any national, regional or local network used to complete a Cash Advance transaction.

C. Finance Charges for each Cash Advance will be imposed on the date the Cash Advance was posted to your account. No grace period applies on any Cash Advances.

2. ANNUAL FEE

Penn State Federal Credit Union does not charge an Annual Fee.

3. MINIMUM PAYMENT

A. The minimum payment required is the New Balance shown on your statement if the amount is equal to or less than **\$25.00**.

B. If the New Balance exceeds **\$25.00** the minimum payment is **1.50%** of that portion of the New Balance which does not exceed your credit limit (rounded up to the nearest dollar), or **\$5.00**, whichever is greater, plus the entire portion of the New Balance in excess of your credit limit, plus any amount past due.

4. LATE CHARGES

If the minimum required payment is not received within 10 days after the due date, a late charge of up to **\$35.00** will be incurred.

5. DOCUMENTARY STAMP TAXES

Documentary stamp taxes as may be required by law shall be imposed on each Cash Advance at the time the loan is made.

6. COLLATERAL

Platinum Rewards

If you have other loans or credit extensions from Penn State Federal, or take out other loans or credit extensions with Penn State Federal in the future, collateral securing those loans or credit extensions will also secure your obligations under this agreement. However, unless you expressly agree otherwise your household goods and dwellings will not secure your obligations under this agreement even if Penn State Federal has, or later acquires, a security interest in the household goods or a mortgage on the dwelling. If you have executed a written agreement granting a security interest in any deposit accounts (checking, savings, or share accounts) or other funds held by Penn State Federal to secure your obligations under this credit card plan, such accounts and/or funds are additional security for your obligations to Penn State Federal arising from the use of your Card.

Shared Secured Platinum Rewards

A Share Secured Visa credit card looks and functions just like a standard Visa credit card. Members must have on deposit, in a savings account, an amount equal to or greater than the credit card limit, to serve as security for the card. The money on deposit earns interest, but must remain in the account while you have the card.

Home Equity Platinum Rewards

A Home Equity Line of Credit is a form of revolving credit, in which your home serves as collateral. A credit limit will be established which means the maximum amount you can borrow at any one time while you have the credit card.

7. CHANGES IN TERMS

The Credit Union can change the terms of this Agreement, including the Annual Percentage Rate, by giving you written notice 45 days prior to the effective date of the change. If you do not want the changes to apply to your credit card account, You must notify us by phone or mail by the date of the change stating your non-acceptance of the terms and indicating your name, address and account number. Mail it to Penn State Federal, 1937 N. Atherton St., State College, PA 16803. If you notify us, your credit card will be cancelled, but you will continue to pay off the balance under the old terms. If you do not notify us or if you continue to use your card, the new terms, or new Annual Percentage Rate (APR) will apply to the balance of your loan. Your notice of termination will not affect any unprocessed transactions that occurred prior to your written notice of termination, for which you will be obligated.

You grant us a security interest in all individual and joint share and/or deposit accounts you have with us now and in the future to secure your credit card account (with the exception of an authorized user). When you are in default, you authorize us to apply the balance in these accounts to any amounts due. Shares and deposits in an Individual Retirement Account, and any other account that would lose special tax treatment under state and federal law if given as security, and are not subject to the security interest you have given in your shares and deposits.

8. PERIODIC FINANCE CHARGE CALCULATION METHOD

ATM Finance Charge. A transaction fee may be imposed by an ATM operator, not holding your account, or by any national, regional or local network used to complete a Cash Advance transaction.

Finance Charges on Cash Advances: The finance charge on your cash advances are computed by applying the periodic rate to the average daily balance of your cash advances. To get the average daily balance, we take the beginning cash advance balance each day (not including any unpaid finance charges), add any new advances made that day, and subtract any payments or credits received that day. This gives us the daily balance. Then, we add up all the daily balances for the billing cycle and divide the total by the number of days in the billing cycle. This gives us the average daily balance. Finance charges begin to accrue on cash advances on the day of the advance.

Finance Charges on Credit Purchases: The finance charge on your credit purchases are computed by applying the periodic rate to the average daily balance of credit purchases. To get the average daily balance, we take the beginning credit purchase balance each day (not including any unpaid finance charges), add any new credit purchases posted that day, and subtract any payments or credits received that day. This gives us the daily balance. Then, we add up all the daily balances for the billing cycle and divide the total by the number of days in the billing cycle. This gives us the average daily balance. Finance charges begin to accrue on the day a credit purchase is posted to your account, unless you take advantage of the grace period mentioned next.

Grace Period for Full Payment: If you pay the entire purchase balance from your last

cycle's statement on or before the payment due date, then, during the billing cycle of full payment, no finance charge will accrue on the credit purchase balance from the previous cycle nor on any new credit purchases in the current cycle. Cash Advance Average Daily Balance Method (including current transactions). To avoid incurring an additional Finance Charge on the beginning balance of cash advances reflected on your monthly statement, you must pay the Beginning Balance shown on your monthly statement on or before the Payment Due Date. No grace period is provided for current cycle transactions.

The Finance Charges for a billing cycle are computed by applying the monthly Periodic Rate to the "average daily balance" of cash advances. To get the average daily balance, we take the beginning balance of your account each day, add any new purchases or cash advances, and subtract any payments, credits, non-accruing fees, and unpaid finance charges. This gives us the daily balance. Then we add up all the daily balances for the billing cycle and divide the total by the number of days in the billing cycle.

Credit Purchases of Goods and Services Average Daily Balance (including current transactions). To avoid incurring an additional Finance Charges on the balance of the purchases reflected on your monthly statement and on any new purchases appearing on your next monthly statement, you must pay the New Balance, shown on your monthly statement, on or before the Payment Due Date. The grace period for the New Balance of purchases extends to the Payment Due Date.

The Finance Charges for a billing cycle are computed by applying the monthly Periodic Rate to the "average daily balance" of purchases. To get the average daily balance, we take the beginning balance of your account each day, add any new purchases or cash advances, and subtract any payments, credits, non-accruing fees, and unpaid finance charges. This gives us the daily balance. Then we add up all the daily balances for the billing cycle and divide the total by the number of days in the billing cycle.

9. TERMS GOVERNING THE USE OF YOUR CARD

The person (Cardholder) whose name is embossed on the face of the VISA (Card) to be delivered and each Cardholder agrees with Penn State Federal Credit Union as follows:

A. Goods and services, (Credit Purchases) may be purchases or leased by means of such card by Cardholder from any retail Business establishment (seller) who honors same upon the execution of a sales slip evidencing such Credit Purchases and bearing the account number of Cardholder embossed on the face of such Card. Additionally, Visa Cash Advances (loans) may be obtained through use of such Card (a) upon execution of a written request of Cardholder in a form furnished to Cardholder from any financial institution that is a member, alone or in association with others, of VISA U.S.A. Inc. and (b) upon execution of a written separate agreement with issuer for a VISA overdraft financing agreement if offered by issuer.

B. Cardholder shall be liable and agrees to pay Penn State Federal for Credit Purchases made by, or for Loans extended to Cardholder or anyone else using such card unless use of such Card is by a person other than the Cardholder (a) who does not have actual, implied or apparent authority for such use, and (b) from which Cardholder receives no benefit. Additionally, Cardholder shall be jointly severally liable and agrees to pay for all Credit Purchases and Loans obtained through use of any other Card bearing Cardholders account number that has been issued to another person by reason of such person being a member of Cardholder's family, or otherwise issued upon Cardholder's request (all such cards bearing the Visa account number here and after collectively called (Related Cards).

C. Each Card is the property of Penn State Federal, is not transferable and must be surrendered upon demand. It can be canceled as well as repossessed by Penn State Federal or designee, and the privileges thereof revoked, at any time without prior notice.

D. Cardholder shall not use the Card or permit the use of Related Cards to obtain Credit Purchases or Loans, which will increase Cardholder's indebtedness to Penn State Federal to any amount in excess of a limit established by Penn State Federal.

E. All Credit Purchases and Loans are effected at the option of the Seller and Cash Advancing Financial Institution respectively, and Penn State Federal shall not be responsible for refusal by any Seller or Cash Advancing Financial Institution to honor the Card or any Related Card. Any refund, adjustment or credit allowed by Seller shall not be cash but rather by a credit advice to Penn State Federal which shall be shown as a Credit on Cardholders account statement with Penn State Federal.

F. Penn State Federal will send to Cardholder, at monthly intervals determined by Penn State Federal, a statement reflecting for the prior monthly period all Visa Card and Related Card transactions. Such statements shall be deemed correct and accepted by Cardholder and all holders of Related Cards unless Penn State Federal is notified to the contrary in writing within 60 days of mailing of such statement. Cardholder will pay such statement by remitting to Penn State Federal within 25

days of the closing date reflected on the statement either the full amount billed or, at Cardholders option, an installment equal to at least the required minimum payment stated in Section 3.

G. Interest on Loans and Credit Purchases will be charged in accordance with the finance charge calculation method referred to in Section 1 of the disclosure. The rate of interest shall be established by Penn State Federal from time to time, but shall never exceed the maximum rate permitted by law. The current interest rate per annum is the Annual Percentage Rate set forth in Section 1 of the Disclosures.

H. If the Card is canceled or surrender is demanded by Penn State Federal, or if Cardholder defaults in any payment due, or is deceased, bankrupt or insolvent, or any attachment or garnishment proceedings are initiated against Cardholder or his property, Penn State Federal may elect to declare all amounts then owed to Penn State Federal to be immediately due and payable without notice or demand any kind. Cardholder agrees to pay all costs incurred by Penn State Federal in collecting Cardholder's indebtedness or in enforcing this agreement, including reasonable attorney's fees and also those costs, expenses and attorney's fees incurred in appellate, bankruptcy and post-judgments proceedings, except to the extent such costs, fees or expenses are prohibited by law.

I. This agreement may be amended from time to time by Penn State Federal by written notice mailed to Cardholder at Cardholder's last known address.

J. Except to the extent that Federal Law is applicable, the validity, construction and enforcement of this agreement in all matters arising out of the issuance and use of the Card shall be governed by the laws of Pennsylvania, where the principal office of Penn State Federal is located.

K. Additional charges, plus applicable taxes, may also be accessed if you pay us with a check not-honored by your financial institution, request a copy of a document, request a replacement card or use your card for a transaction at an automated teller machine, if such charges are not prohibited by law or regulation. No Finance Charge will be accessed on such additional charges.

L. Cardholder may be liable for the unauthorized use of the Card or Related Cards as provided in this paragraph. The Cardholder will not be liable for any unauthorized use that occurs after the Penn State Federal is notified, orally or in writing at:

Penn State Federal Credit Union Telephone: (800) 828-4636 option 2
1937 N. Atherton St. Fax: (814) 863-6181
State College, PA 16803

If Cardholder has a consumer account or a business account for which less than 10 cards have been issued, Cardholder's liability for unauthorized use of a Card will not exceed \$50.00. If 10 or more cards are issued to employees of a single business or other organization, there is no limit to Cardholder's liability for any unauthorized use that occurs before Cardholder notifies Penn State Federal provided herein: the business organization may only impose liability on its employees for unauthorized use of a Card as authorized by federal law and regulation.

M. Cardholder agrees that Penn State Federal, its agent or service companies may monitor and/or record telephone communications with Cardholder.

N. Payments must be made to Penn State Federal in U.S. dollars drawn on a U.S. Financial Institution. If Cardholder incurs charges in any other currency, the charges will be converted into U.S. dollars. The conversion may occur after the transaction date and the conversion rate may differ from the rate of exchange in effect at the time of the transaction. Cardholder agrees to pay the converted amount to Penn State Federal in U.S. dollars, plus any charge for conversion or processing that may be imposed.

O. Penn State Federal shall have sole discretion in how payments are applied to Cardholder's Account. Penn State Federal may accept checks marked "Payment in Full" or with words of similar effect without losing any of Penn State Federal's rights to collect the full balance of Cardholder's account.

P. Penn State Federal can reinvestigate and reevaluate any information Cardholder provided on Cardholder's application at any time, and in the course of doing so, Penn State Federal may ask Cardholder for additional information, request credit bureau reports, and or otherwise verify Cardholder's current standing.

Q. Cardholder agrees that Penn State Federal may re-release information to others, such as credit bureaus, regarding the status and history of Cardholder's account. However, Penn State Federal is not obligated to release any such information to anyone unless Penn State Federal is required by law to do so.

R. Cardholder agrees that Cardholder's account shall be subject to all applicable rules and regulation of VISA USA Inc., as applicable, as well as all applicable laws. If there is any conflict between the provisions of this agreement and the rules and regulations of VISA USA Inc. the rules and regulations of VISA USA Inc. shall control. Your Visa Card may not be used for any illegal transaction(s).

S. Auto Rental Collision Damage Waiver Program Benefit: Your Credit Card Account includes, at no additional charge, coverage due to collision or theft for most rental vehicles through the Visa Auto Rental Collision Damage Waiver Program. Certain terms and conditions must be met. For a complete description of the benefit, see

our Auto Rental Collision Damage Waiver or contact Penn State Federal. You may request a printed copy from us by contacting us at (800) 828-4636.

CASH BACK REWARDS TIER on Purchases:

\$0.00 to \$5,000	.25% cash back
\$5,000.01 to \$10,000	.50% cash back
\$10,000.01 and Above	1.00% cash back

Cash Back Rewards will be posted automatically to the open share account on December 31. The Platinum Visa Rewards Credit Card must be in good standing to receive Cash Back Rewards. Good standing means the account is not past due, over limit, fraudulent, restricted or in a bankruptcy settlement. Cash Back Rewards start to accrue on approval date of the Platinum VISA Rewards Credit Card.

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