



#### **Instructions**

This Addendum is incorporated into and becomes a part of your Universal Credit Agreement. Please keep this attached to your Credit Line Account Agreement and Federal Disclosure Statement. The addendum discloses loan sub-account descriptions, all current annual percentage and daily periodic rates, other charges, and payment requirements. Loan repayment can be on a payroll deduction and/or cash basis. There are no prepayment penalties. Credit Union loans are not assumable. Some Credit Union loan advance rates are variable. Variable loan rates change the first day of each calendar month. Variable rate loans are indexed 1 to 10 percent above the Credit Union Loan Index. The ValueChoice line uses the Prime Rate as its index. This index is based on the Prime Rate published in the Wall Street Journal on the 3rd Tuesday of the preceding month. The Credit Union Index is a composite rate, which is the simple average of the one, three, and five year United States Treasury Securities yields and the Prime Rate as correctly quoted in the Wall Street Journal Western edition "key interest rate table" on the third Tuesday of the preceding month. The Credit Union Index is rounded up to the next quarter percent to determine the Credit Union Loan Index. The maximum **ANNUAL PERCENTAGE RATE** for loans is currently 18% (daily periodic rate .00049315) unless otherwise stated. Any increase in the APR will take the form of more payments until what you owe has been repaid.

#### **Minimum Requirements**

1. Applicants must be 18 years of age.
2. Applicant must be a member in good standing with this Credit Union.
3. All loan advances require a minimum monthly payment of at least \$10.

#### **ValueChoice<sup>sm</sup> Line of Credit:**

The minimum payment on a ValueChoice<sup>sm</sup> Line of Credit is 2.5% of the outstanding principal balance, as calculated after each advance. Minimum monthly payment may increase or decrease as advances or payments are made to the outstanding balance. A \$25 annual fee can be waived if you maintain an annual average plan level of "Prime" in the Relationship Advantage<sup>®</sup> program which requires a minimum of \$25,000 average balance in deposits, loans, or combined deposit and loan balances. Can be designated as overdraft protection for Credit Union checking account(s).

#### **Overdraft Protection:**

Advances will be given in increments of \$100.00.

#### **California Lien Release Fee:**

You will be charged a lien release fee of \$5.00 at the time your loan is paid in full when the Credit Union has taken a security interest in your collateral. Your title will be mailed to the address on record with the California DMV.

#### **Late Charge:**

**Collateralized Loan:** You promise to pay a late charge of 5% of the delinquent payment amount or \$10.00, whichever is larger, up to a maximum of \$50.00 on every payment that is over 10 days past due.

**Other Loans:** You promise to pay a late charge of 5% of the delinquent payment amount, not to exceed a maximum of \$10.00, on every payment that is over 10 days past due.

*These charges are subject to change with proper notice.*

#### **Dishonored Item:**

If any check or other instrument you give to the Credit Union is dishonored for any reason, you agree to pay a processing fee of \$25.00 for each dishonored item in addition to any late fee. The \$25.00 charge is subject to change with proper notice.

#### **Over Limit Fee:**

If you exceeded any credit limit established under the Credit Line Account Agreement and Federal Disclosure Statement, you will be charged an over limit fee of \$15.00 for each occurrence. This over limit fee will be added to the principal balance of the applicable sub-account.

#### **Returned Loan Draft:**

You will be charged \$25.00 each time one of your loan drafts is returned unpaid for any of the following reasons:

1. Your loan balance would, upon payment exceed your credit limit;
2. Your loan sub-account is closed;
3. You are named a debtor on a petition for bankruptcy;
4. Any Borrower or Co-borrower or Co-Maker dies or becomes insolvent;
5. Any loan or loan sub-account you have is in default;
6. You are no longer a member in good standing with the Credit Union;
7. The loan draft is not completed correctly and in full.

#### **Voluntary Credit Insurance Disclosure:**

Optional Debt Cancellation Protection is available please contact Meriwest Credit Union for more information.

**Collateral Protection Insurance:** In the event you fail to purchase the required property insurance on certain types of security, the Credit Union will insure the collateral against loss or theft from any source to the extent of the Credit Union's lien.