

## Fixed Rate Certificate of Deposit Basic Terms and Conditions

<b>Minimum Deposit to Open Account</b>	\$500
<b>Term</b>	Varies from 90 days to 5 years (depending on CD). The Certificate of Deposit Receipt will show the maturity date.
<b>Interest Compounding Method</b>	Interest is compounded on a daily basis and begins to accrue on the business day that the funds are deposited.
<b>Interest Rate</b>	The interest rate and annual percentage yield in effect when you open or renew the CD will remain fixed until maturity.
<b>Interest Payment Options</b>	<p>You have the option to have interest credited to the CD in the following ways:</p> <ul style="list-style-type: none"> <li>• Monthly</li> <li>• Quarterly</li> <li>• Semi-annually</li> <li>• Annually (if term is 12 months or greater)</li> <li>• At maturity (end of term)</li> </ul> <p>If you do not make a selection, then interest will be credited to the CD account semi-annually or, for CDs less than one year, at maturity.</p> <p>You have the following choice of interest payments:</p> <ul style="list-style-type: none"> <li>• Credited directly to your CD</li> <li>• Automatically transferred to your WTB checking, savings or money market account</li> <li>• Sent as an ACH to your deposit account at another financial institution with proper routing and transit and account verification.</li> <li>• Paid to you by check</li> </ul>
<b>Transaction Limits &amp; Withdrawals During Account Term</b>	<p>After the CD is opened, additional deposits may be made only during the specified grace period which immediately follows the maturity date. Withdrawals of principal are allowed during a CD's grace period.</p> <p>The Bank may permit the withdrawal of principal before the maturity date of a CD. However, you will pay an early withdrawal fee. (Please refer to the Early Withdrawal Penalty section below or the Personal Deposit Account Disclosure for complete details.)</p>
<b>Early Withdrawal Penalty</b>	<p>Accrued interest may be withdrawn from the account without penalty during the specified grace period.</p> <p><b>EARLY WITHDRAWAL FEE</b> – Any funds you withdraw from your CD before the end of the term will be subject to an early withdrawal fee based on the length of the CD term. An early withdrawal penalty will be calculated on the current balance of the CD and may include the available accrued interest.</p> <p>The CD owner forfeits the amount withdrawn according to the following maturity terms:</p> <ul style="list-style-type: none"> <li>• Between 7 and 31 days: forfeit the equivalent of the greater of a) all interest earned, b) all interest that could have been earned during a period equal to 1/2 of the maturity period, or c) seven (7) days of interest.</li> <li>• Between 32 days and 1 year: forfeit three months' interest.</li> <li>• More than 1 year, forfeit six months' interest.</li> </ul> <p><b>EXCEPTIONS TO THE EARLY WITHDRAWAL FEE</b></p> <ul style="list-style-type: none"> <li>• Death of the CD owner</li> <li>• Death of the grantor of a revocable family/living/Totten trust</li> <li>• Court determination that a CD owner is incompetent or disabled</li> </ul> <p><b>REGULATION D PENALTY</b> – Regardless of the certificate term, the Bank is required to charge a minimum of seven (7) days interest on amounts withdrawn within the first six (6) days after deposit.</p>
<b>Renewal Policy</b>	<p>Your account will renew automatically to the original term, unless the Bank gives notice prior to any maturity date that it will not renew.</p> <p>There is a grace period of ten (10) calendar days after the maturity date during which funds may be withdrawn without penalty. If the account is allowed to renew automatically, all interest paid into the account becomes part of the principal on the renewal date and, unless designated otherwise, is not available for withdrawal during the new term without penalty.</p> <p>The rate of interest at renewal will be the rate applicable to the same type of Certificate of Deposit. Funds withdrawn during the grace period will not accrue interest.</p>

**Fixed Rate Certificate of Deposit Basic Terms and Conditions (continued)**

**Notices**

Any notice of payments of principal or interest will be mailed to the Registered Owner's last address shown on the records of the Bank. Any change of address or other correspondence concerning an CD must be delivered personally to a branch or mailed to: **Washington Trust Bank, Attention: Deposit Services, P.O. Box 2127, Spokane, WA 99210**

Please refer to the *Personal Products Deposit Account Disclosure* for full disclosure details.

**Important Definitions**

- ANNUAL PERCENTAGE YIELD (APY):** The amount of interest paid to you by the bank on your account during the year.
- ANNUAL PERCENTAGE YIELD (APY) REQUIREMENT:** Assumes principal and interest remain on deposit until maturity and the minimum balance requirement must be maintained.
- AUTOMATED CLEARING HOUSE (ACH):** Electronic file transfer of funds from one financial institution to another.
- BUSINESS DAY:** Means every day except Saturday, Sunday, and Federal holidays.
- CURRENT BALANCE:** The amount of money in your account at the beginning of a business day.
- CERTIFICATES OF DEPOSIT:** Also known as Time Deposits, or CDs.
- GRACE PERIOD:** The specified period of time after the maturity date during which funds may be withdrawn without penalty. (Generally, 10 days, unless the CD term is 59 days or less.)
- INTEREST COMPOUNDING METHOD:** Interest will be calculated using the daily balance method. This method applies a daily periodic rate to the balance in the account each day.
- INTEREST RATE:** The percentage of interest paid on an interest-bearing account, such as savings, CDs and some checking accounts.
- MATURITY PERIOD OR TERM:** The owner of a CD account agrees to leave the funds on deposit with the Bank for a specified period of time, called the maturity period or term.