



AERO Federal Credit Union
 18301 N. 79th Avenue, A-100
 Glendale, AZ 85308
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**TRUTH-IN-LENDING DISCLOSURE
 STATEMENT - LINE OF CREDIT**

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	<u>13.90</u> %
Paying Interest	We will begin charging interest on the transaction date.
Minimum Interest Charge	None

FEES:	
Fees to Open or Maintain your Line: • Annual Fee: • Loan Application Fee: • Loan Fee:	None None None
Transaction Fees: • Loan Fee:	None
Penalty Fees: • Late Payment: • Over-the-Credit Limit: • Returned Payment:	\$25.00 if your payment is more than 10 days late. None None

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.

Daily Periodic Rate: The corresponding daily periodic rate is: 0.03808219178 %.

Minimum Payment Requirement: 2.00% of the outstanding balance, subject to a minimum of \$20.00.

Credit Limit: \$ Varies.

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

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

The Military Lending Act applies to this line of credit if at the time you establish the line of credit you are an active member of the military or a dependent (as defined in the Military Lending Act, 10 U.S.C. 987 and implementing regulations). The following terms and conditions amend your line of credit agreement and apply during any period(s) in which you are active military or a dependent under those definitions. They do not apply when you are not an active duty member of the military or a dependent:

- 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 1-800-284-0633 during our normal business hours (M-F 8:30 - 5:00).
- 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.