

# Accumulator & Savings Account Terms and Conditions

**Accumulator Terms and Conditions.** The Bank offers the Accumulator Account as a special service to direct deposit participants. This savings account provides a convenient way to reach the minimum required for a CD. When the minimum is reached, a CD is automatically purchased.

Deposits held in an Accumulator Account are governed by the statutes, rules and regulations of the United States (including the FDIC), and the State of New Jersey, the Bank's certificate of incorporation and by-laws, the regulations, rules and practices adopted by the Bank, and general savings bank practices.

Each depositor's principal and earned interest held in the same right and capacity are insured by the FDIC up to \$250,000 per depositor.

The Accumulator Account earns a variable interest rate equal to the Federal Funds Target Rate. Your interest rate and annual percentage yield may change without notice, however the Bank will send account owners a notice at least 30 days prior to a change in the terms that govern this account, including a change in the index (currently Federal Funds Target Rate), or a change in the manner in which this account yields interest.

Interest is credited and compounded quarterly on January 31, April 30 and July 31, October 31. Interest is calculated using the daily-balance method which applies a daily periodic rate to the principal in the account each day. All savings deposits begin to accrue interest the next business day after they are received by the Bank.

**Savings Account Terms and Conditions.** The Bank offers a savings account as a special service to hold matured certificate of deposit (CD) funds greater than \$250 when the expected withdrawal to pay qualified higher education expenses is sooner than one year after the maturity date of the CD.

Deposits held in this savings account are governed by the statutes, rules and regulations of the United States (including the FDIC), and the State of New Jersey, the Bank's certificate of incorporation and by-laws, the regulations, rules and practices adopted by the Bank, and general savings bank practices.

Each depositor's principal and earned interest held in the same right and capacity are insured by the FDIC up to \$250,000.

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The Savings Account earns a variable interest rate equal to the Federal Funds Target Rate. Your interest rate and annual percentage yield may change without notice, however the Bank will send account owners a notice at least 30 days prior to a change in the terms that govern this account, including a change in the index (currently Federal Funds Target Rate), or a change in the manner in which this account yields interest.

Interest is credited and compounded quarterly on January 31, April 30 and July 31, October 31. Interest is calculated using the daily-balance method which applies a daily periodic rate to the principal in the account each day. All savings deposits begin to accrue interest by the next business day they are received by the Bank.

**Withdrawals.** Withdrawals from these accounts must be made by written request to:

**College Savings Bank  
P.O. Box 3769  
Princeton, NJ 08543**

Generally, withdrawal requests will be processed within three business days. However, the Bank may require up to 30 days notice. A Bank check will be issued for funds withdrawn. (Withdrawals from ESA/IRA Accumulators may take up to 8 weeks and IRS withdrawal penalties may apply).

**Fees.** The Bank will apply a service fee of \$5 for each such withdrawal from the Accumulator Account.



**College  
Savings Bank®**

5 Vaughn Drive  
Princeton, NJ 08540-6313  
[www.collegesavings.com](http://www.collegesavings.com)  
800-888-2723

\*Accurate as of June 2009. Prices and yields may change.  
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