Fees. CSB does not charge fees. We no longer offer overnight delivery of checks or outgoing wires. Instead of overnight checks and wire transfers, we offer an ACH disbursement as an option.

Pursuant to agreements with CSB, various banking institutions, broker/dealers and financial planners act as agents or authorized representatives in effecting sales to their customers relating to the Program, and CSB has agreed to pay them a commission.

Depositors pay no commissions to any authorized representative in connection with purchases of CDs. The commissions are an expense of CSB and do not affect the amount of the customer's deposit. Savers who work through brokers are in the same position as those who work directly with CSB.

Lack of Immediate Liquidity. An investment in an Account is not the equivalent of a demand deposit in a checking account. An Account Owner may seek to withdraw funds from an Account. However, a check for the amount withdrawn (after reduction for possible early withdrawal penalties and tax withholdings) may be issued 30 days after CSB receives written notice of the request for the withdrawal.

ACH Plan and Payroll Deduction. Effective October 24, 2016, if you contribute to the Accumulator Account through an ACH Plan and/or payroll deduction, all balances from your Accumulator Account will be transferred to your selected Fixed Rate CD, as per your Enrollment instructions.

Your ACH Plan and/or payroll deduction will continue uninterrupted.

Distributions. Account Owners must submit Distribution Authorization Form. You may call a Client Service Representative at **800-888-2723** to receive a Distribution Authorization Form or download the form from our website at www.collegesavings.com.

Distributions from a non-tax advantaged Fixed Rate CD account can be made with written notification. Withdrawals from an IRA Fixed Rate CD account require an IRA withdrawal statement. Generally, withdrawal requests will be processed within ten (10) business days.

Questions. Client Service Representatives can be reached Monday through Friday from 9AM EST – 6PM EST.

- Phone: 800-888-2723
- Fax: 214-481-1289
- Website: www.collegesavings.com
- Mail: 2515 McKinney Ave, Suite 1100, Dallas, TX 75201

NexBank, SSB and its affiliates do not provide tax, legal or accounting advice. This material has been prepared for informational purposes only, and is not intended to provide, and should not be relied on for, tax, legal or accounting advice. You should consult your own tax, legal and accounting advisors before engaging in any transaction.

College Savings Bank, a Division of NexBank SSB | **Member FDIC**

www.collegesavings.com CSBFRCD-T&C-0218

Fixed Rate Certificate of Deposit

Terms and Conditions

College Savings Bank®

Member FDIC

Product. Fixed Rate CDs earn a fixed rate for the entire term of the CD, determined at the time the CD is opened. The rate and annual percentage yield (APY) will appear on your deposit confirmation.

Maturities Available.

- 1-year Fixed Rate CD (12 month maturity)
- 2-year Fixed Rate CD (24 month maturity)
- 3-year Fixed Rate CD (36 month maturity)

Issuer. All CDs and savings accounts are issued by College Savings Bank, a Division of NexBank SSB (CSB). CSB's deposits are insured up to applicable statutory limits by the FDIC. Each CD is governed by the statutes, rules and regulations of the State of Texas and the FDIC.

FDIC Insurance. Your principal and accrued interest on a CD, for FDIC deposit insurance purposes, will be added to any other deposit accounts you hold at CSB in the same right and capacity and will be insured by the FDIC up to $250,000 in the aggregate. For this purpose, all Accounts with the same Account Owner will be deemed to be held in the same right and capacity and will be combined for purposes of this $250,000 limitation. FDIC deposit insurance is backed by the full faith and credit of the U.S. Government. Separate deposit insurance for accounts with the same Account Owner and Beneficiary may also be available in certain limited circumstances.

Minimum Contribution Amounts; ACH and Payroll Deductions. The minimum initial contribution for a Fixed Rate CD is $250. Additional contributions of $25 may be made to existing CDs under the same terms and conditions as the original CD. Additionally, the maturity date of any additional contributions will match the maturity date of the existing CD.

If you do not intend to contribute $250 to your Account at the time of enrollment, you may contribute $25 per month using an ACH Plan or $25 per pay period using payroll deduction. The APY of the Fixed Rate CD you purchase will be the APY offered as of the Contribution Date of your initial $25 contribution.

Interest Rate and Annual Percentage Yield (APY). The interest rate and APY are published online at www.collegesavings.com. Account Owners will receive the published interest rate on the Contribution Date, except for online contributions where the Account Owner will receive the interest rate applicable at the time of the day when the online application and funding are complete. Additional contributions to existing CDs will earn the same interest rate and APY as the original CD. If you prefer to mail in a check to fund the CD, the Account will be opened at the applicable interest rate for the term selected on the Contribution Date.

Contribution Date: Contributions are credited to your Account as follows:

- Contributions by check received before 2:00 p.m. Eastern time are credited on the same Business Day. Contributions by check received after 2:00 p.m. Eastern time are credited the next Business Day.
- Contributions by E-Check are credited on the next Business Day.
- Contributions by ACH or wire transfer are credited on the Business Day CSB receives the funds.

Accrual, Crediting and Compounding. Interest begins to accrue on your account on the Contribution Date and is compounded on a daily basis using the daily balance method to calculate the interest on your account. This method applies a daily periodic rate calculated by dividing the interest rate by three hundred sixty-five (365), even in leap years. Interest is compounded and credited to your Account annually and paid upon maturity of the CD. No interest will be earned after maturity unless the CD is renewed for another term.

Options at Maturity. We will provide written notification at least 60 days before the Maturity Date. Thereafter, you must provide written instructions at least 30 days prior to the Maturity Date if you would like the proceeds upon maturity of the Fixed Rate CD to be invested other than in accordance with the default actions described in this document. If you provide instructions in good order, funds will be disbursed from your Account no later than the first Business Day following the Maturity Date.

If CSB does not receive instructions at maturity, it will take one of the following Default Actions for Fixed Rate CDs under the 529 plan with no grace period granted:

- CSB will automatically renew the Fixed Rate CD for the same term at the then current rate of interest.

Alternatively, you may choose one of the following alternative options at maturity:

- Reinvest the matured funds in another 1- , 2- or 3-year Fixed Rate CD under the then current terms and conditions;
- Transfer the matured funds to a CollegeSure® Honors Savings Account.
- Rollover the matured funds to another qualified program; or
- Take a Qualified or Non-Qualified Distribution of the funds.

Please note any actions other than taking a Qualified or Non-Qualified Distribution or a default action stated above could be considered one of your two allowable calendar year investment exchanges as per 529 plan rules.

Early Withdrawal. Upon 30 days prior written notice, you may take a Qualified or Non-Qualified Distribution, in whole or in part. Withdrawals prior to the Maturity Date are subject to an Early Withdrawal Penalty equal to three (3) months of interest. The APY applied to a Fixed Rate CD assumes the funds remain on deposit until the Maturity Date. An early withdrawal will reduce earnings. .

In addition to an Early Withdrawal Penalty, if the withdrawal is a Non-Qualified Distribution, you may also be subject to Federal and State tax consequences.