



**PUBLIC FUND
CERTIFICATE OF DEPOSIT
TERMS & CHARGES DISCLOSURE**

CURRENT RATE INFORMATION may be obtained by contacting the Bank.

(X) INDICATES TERM SELECTED	TERM	MINIMUM BALANCE TO OPEN ACCOUNT
()	7 – 27 Days	\$1,000
()	1 Month	\$1,000
()	2 Month	\$1,000
()	3 Month	\$1,000
()	4 Month	\$1,000
()	5 Month	\$1,000
()	6 Month	\$1,000
()	7 Month	\$1,000
()	8 Month	\$1,000
()	9 Month	\$1,000
()	10 Month	\$1,000
()	11 Month	\$1,000
()	12 Month (Exact)	\$1,000

The interest rates and Annual Percentage Yields (APYs) above may change at any time at the Bank’s discretion without prior notice, before any Certificate of Deposit (CD) is opened. CDs cannot be opened before the application process is finalized and funded.

CDs are opened on Business Days only. If the application process is finalized on a Saturday, Sunday or Bank Holiday or on a Business Day at a time when the processing of the deposit cannot be completed that same day, the account will be opened on the following Business Day. If this occurs, the CD account will receive the current interest rate and APY in effect on the date opened.

The CD **ACCOUNT RECEIPT** will disclose the maturity date, interest rate, APY, compounding period and crediting period relating to the CD account at the time of account opening. In the event the interest rate and APY on the Terms and Charges disclosure are different from the CD Account Receipt, the interest rate and APY on the CD Account Receipt will govern.

ACCRUED INTEREST – For cash deposits, interest begins to accrue on the Business Day the Bank receives the cash deposit. For noncash items (e.g. checks), interest begins to accrue on the Business Day the Bank receives credit for the noncash items.

BALANCE COMPUTATION – The Bank uses the “Daily Balance” method to calculate interest on the account. This method applies a daily periodic rate to the principal in the CD account each day.

ANNUAL PERCENTAGE YIELD is based on principal and interest left on deposit for a full 360-day year with interest compounded at the same interest rate. Withdrawal of interest on a periodic basis will result in a lower Annual Percentage Yield than stated.

FREQUENCY OF RATE CHANGE – The interest rate, as disclosed on the CD Account Receipt, will be paid until the maturity date.

COMPOUNDING AND CREDITING – The CD Account Receipt will indicate, at time of account opening, what is applicable to the CD account. Interest compounding depends upon product options available at the time of account opening. Depending on the term and other features of the CD account, interest may be credited and paid monthly, quarterly, semi-annually, annually, or, if the CD account term is one year or less, at maturity. If periodic interest payments are available, the Customer may choose to have the interest credited to another qualified HSBC commercial deposit account. Even if periodic interest payments are not available, the Customer may withdraw any earned interest from the CD account on or before the maturity date with no early withdrawal penalty.

EARLY WITHDRAWAL PENALTY – If any of the principal is withdrawn before the maturity date, the penalty shown below may be imposed:

TERM	EARLY WITHDRAWAL PENALTY
Terms up to 369 days	30 Days Simple Interest

The penalty may reduce principal if there is insufficient interest available.

MATURITY –The Bank will send the Customer a notice before the maturity date.

RENEWALS – If the CD account is renewed, the balance on the maturity date, less any withdrawal or plus any deposit, will be reinvested as of the first day of the renewal term. If the CD account is not renewed, it will cease to earn interest on the maturity date.

ACCOUNT RECEIPT –The Bank will issue a CD Account Receipt when the account is opened. THE CD ACCOUNT IS NON-NEGOTIABLE AND IS TRANSFERABLE ONLY ON THE BANK’S BOOKS, AND THE CD ACCOUNT RECEIPT IS NOT REDEEMABLE.

STATEMENTS – are provided by the Bank at least quarterly and may be sent more frequently depending on the types of transactions and/or any agreement made at the time of the CD account opening.

This document forms part of the terms and conditions governing the Customer commercial deposit account(s) with the Bank. In case of any inconsistency, between this document and such terms and conditions, this document will control.