

CollegeSure[®] Honors Savings Account Terms and Conditions

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**

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HONORS-T&C-0916



**College
Savings Bank[®]**

Member FDIC

Product. CollegeSure® Honors Savings Account (Honors Savings) is a high-yielding, variable rate savings account. Effective October 24, 2016, all balances from the Accumulator, Savings and Honors Savings Accounts will be transferred to the CollegeSure® Honors Savings Account.

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 Deposit Amount. The minimum contribution is \$250. To enroll, you must contribute by electronic check through the State 529 Program website or CSB's website at www.collegesavings.com, or by rollover from another state 529 program.

ACH and Payroll Deductions. If your initial contribution is less than \$250, you may contribute \$25 per month if you use an ACH Plan or \$25 per pay period using payroll deduction. The APY of the Honors Savings Account will be the APY offered as of the Contribution Date of the initial \$25 contribution.

Interest Rate and Annual Percentage Yield (APY). The Interest Rate and APY which will be tied to the College Board's Independent College 500® (IC 500®) Index are published online at www.collegesavings.com. Rates will be reviewed by CSB on a periodic basis and may be reset at any time without notice.

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.

Interest Accrual, Compounding and Crediting. Interest begins to accrue on the Contribution Date and is credited and compounded quarterly on January 31, April 30, July 31 and October 31. Interest is calculated using the daily balance method which applies a daily periodic rate to the applicable principal in the Account each day. If you close your Account before interest is credited, you will receive the accrued interest.

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 an IRA CollegeSure® CD account require an IRA withdrawal statement. Generally, withdrawal requests will be processed within ten (10) business days.

Fees. Effective January 6, 2016, 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.

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