

In this agreement the words "you" and "your" mean each and all of those who agree to be bound by this Agreement; "Card" means the VISA credit card and any duplicates, renewals, or substitutions the Credit Union issues to you; "Account" means your VISA credit card line of credit account with the Credit Union, and "Credit Union" means the Credit Union whose name appears on this Agreement or anyone to whom the Credit Union transfers this Agreement.

1. **Using Your Account.** If you are approved for an Account, the Credit Union will establish a line of credit for you and notify you of your credit limit. You agree that your credit limit is the maximum amount (purchases, cash advances, finance charges, plus "other charges") that you will have outstanding on your Account at any time. If you are over your credit limit, you must pay the amount you are over before payments will begin to restore your credit limit. You may request an increase in your credit limit only by a method acceptable to the Credit Union. The Credit Union has the right to reduce your credit limit, refuse to make an advance and/or terminate your Account at any time for any reason not prohibited by law.
2. **Using Your Card.** You may use your Card to make purchases from merchants and others who accept VISA Cards. In addition, you may obtain cash advances from the Credit Union and from other financial institutions that accept VISA Cards, and from some automated teller machines (ATMs). (Not all ATMs accept VISA Cards.) To obtain cash advances from an ATM, you must use the Personal Identification Number (PIN) that is issued to you for use with your Card. You agree that you will not use your Card for any transaction that is illegal under applicable federal, state, or local law.
3. **Responsibility.** You agree to pay all charges (purchases and cash advances) to your Account that are made by you or anyone whom you authorize to use your Account. You also agree to pay all finance charges and other charges added to your Account under the terms of this Agreement or another agreement you made with the Credit Union. If this is a joint Account, Section 17 below also applies to your Account.
4. **Finance Charges.** Finance charges will be imposed in the following manner and will be in amounts not in excess of those permitted by law:
 - a. **PURCHASES.** (1) No finance Charge will be imposed during the next billing cycle (a billing cycle is defined as the time interval between regular monthly billing statement dates) if you pay the entire "New Balance" shown on the current periodic statement and we receive your payment on or before the "Payment Due Date" shown on the statement. (2) In all other cases, a Finance Charge will be imposed based on the Average Daily Balance of all purchases. The Average Daily Balance is the sum of all outstanding purchases (determined by including the new purchases and deducting payments or credits and excluding any unpaid Finance Charge) for your account on each day of the billing cycle, divided by the number of days in the cycle. A purchase appearing on the periodic statement is considered a part of the outstanding balance from the date of posting. (3) The amount of the Finance Charge is calculated by multiplying the Average Daily Balance for Purchases by the Monthly Periodic Rate. The initial Monthly Periodic Rate for Gold Cards is 0.9166%, which is an **ANNUAL PERCENTAGE RATE OF 11%**.
 - b. **Cash Advances.** (1) Finance Charges accrue on all Cash Advance amounts from the date charged to your account and continue so long as such amounts remain outstanding. (2) A Finance Charge will be imposed on the Average Daily Balance of "Cash Advances", which is the sum of the "Cash Advances" (determined by including new cash advances and deducting any payments or credits and excluding any unpaid Finance Charge) outstanding each day during the billing cycle, divided by the number of days in the billing cycle. A cash advance appearing on the periodic statement is considered a part of the outstanding balance from the date of posting. (3) The amount of Finance Charge is calculated by multiplying the Average Daily Balance for "Cash Advances" by the Monthly Periodic Rate.
5. **Other Charges.** The following other charges/fees will be added to your Account, as applicable:
 - a. **Annual Fee:** You will be charged a fee of \$30 on the first statement you receive after your account is opened and annually thereafter on the same month that you were first charged the fee. The fee will be charged each year until your account is closed and paid in full.
 - b. **Late Payment Fee:** A late charge of \$20 will be added to your account if you are late in making a payment. Refer to our current fee schedule for this amount.
 - c. **Return Item Fee:** If a payment on your account is returned unpaid, you will be charged a \$20 fee for each item returned.
 - d. **Card Replacement Fee:** You will be charged a \$10 fee for each replacement card that is issued to you for any reason.
 - e. **Document Copy Fee:** You will be charged a \$20 fee for each copy of a sales draft or other documents that you request (except when the request is made in connection with a billing error made by the credit union).
 - f. **Additional Card Fee:** You will be charged a \$10 fee for each additional card you request.
 - g. **Research Fee:** You will be charged a \$25 fee per hour.
 - h. **Statement Copy Fee:** You will be charged a \$1 fee per page.
6. **Payments.** Each month you must pay at least the minimum payment shown on your statement by the date specified on the statement. Your Payment Due Date will be at least 25 days from your statement Closing Date. If your statement says the payment is "Now Due", your payment must be received upon receipt of your statement. You may pay more frequently, pay more than the minimum payment or pay the Total New Balance in full. If you make extra or larger payments, you are still required to make at least the minimum payment each month your Account has a balance (other than a credit balance). The minimum payment is 2% of your Total New Balance, or \$15.00, whichever is greater, plus the amount of any prior minimum payments that you have not made, and any amount you are over your credit limit. The Credit Union also has the right to demand immediate payment of any amount by which you are over your credit limit.

The Credit Union processes payments as of the date received, if the payment is: (1) received by 5 p.m. local time electronically at any Credit Union branch, or by mail at the address shown on the remittance slip on the front of your monthly statement, (2) paid with a check drawn in U.S. dollars on a U.S. financial institution or a U.S. dollar money order, and (3) sent in the return envelope with only the remittance portion of your statement accompanying it. Payments received after 5 p.m. local time on any day including the Payment Due Date, but that otherwise meet the above requirements; will be credited as of the next business day.
7. **Payment Allocation.** If your account has balances with different APRs, the Credit Union will allocate the amount of your payment equal to the Total Minimum Payment Due to the lowest APR balances first. Payment amounts in excess of your Total Minimum Payment Due will be applied to balances with higher APRs before balances with lower APRs.
8. **Security Interest.** If you give the Credit Union a specific pledge of shares by signing a separate pledge of shares, your Account will be secured by your pledged shares. Collateral securing other loans you have with the Credit Union may also secure this loan, except that a dwelling will never be considered as security for this Account, notwithstanding anything to the contrary in any other agreement.
9. **Default.** You will be in default if you fail to make any minimum payment or other required payment by the date that it is due. You will be in default if you break any promise you make under this Agreement. You will be in default if you die, file for bankruptcy or become insolvent, that is, unable to pay your obligations when they become due. You will be in default if you make any false or misleading statements in any credit application or credit update. You will also be in default if something happens that the Credit Union believes may substantially reduce your ability to repay what you owe.

When you are in default, the Credit Union has the right to demand immediate payment of your full Account balance without giving you notice. If immediate payment is demanded, you agree to continue paying finance charges, at the periodic rate charged before default, until what you owe has been paid, and any shares that were given as security for your Account may be applied towards what you owe.
10. **Liability for Unauthorized Use-Lost/Stolen Card Notification.** You agree to notify us immediately, orally or in writing at 121 Robat St. Maite, Guam 96910 or telephone (800) 233-8120, of the loss, theft, or unauthorized use of your Credit Card. You may be liable for the unauthorized use of the Credit Card. You will not be liable for unauthorized use that occurs after you notify the Credit Union of the loss, theft, or possible unauthorized use. You will have no liability for unauthorized purchases made with your Credit Card, unless you are grossly negligent in the handling of your Card. In any case, your liability will not exceed \$50.
11. **Changing or Terminating Your Account.** The Credit Union may amend this Agreement at any time. The Credit Union may amend it by adding, deleting or changing provisions of this Agreement. The Credit Union may increase or decrease any or all of your APRs. When the Credit Union amends this Agreement we will comply with the applicable notice requirements of federal and Guam law in effect at that time.

The reasons that the Credit Union may change the terms of this agreement include the following: your risk profile based on your payment patterns, transaction patterns, balance patterns and utilization levels of this and other accounts, credit bureau information including age, history and type of other accounts, and relationship between each and all of these measures of risk. The Credit Union may also change

terms for reasons not related to your individual credit history, such as overall economic and market trends, product design and business needs. APR increases will not impact existing balances unless you are more than 60 days late with a payment.

Either you or the Credit Union may terminate this Agreement at anytime, but termination by you or the Credit Union will not affect your obligation to pay the Account balance plus any finance and other charges you owe under this Agreement. You are also responsible for all transactions made to your Account after termination, unless the transactions were unauthorized.

The Card or Cards you receive remain the property of the Credit Union and you must recover and surrender to the Credit Union all Cards upon request or upon termination of this Agreement whether by you or the Credit Union. The Credit Union has the right to require you to pay your full Account balance at any time after your Account is terminated, whether it is terminated by you or the Credit Union. If this is a joint Account, Section 17 of this Agreement also applies to termination of the Account.

12. **Credit Information.** You authorize the Credit Union to investigate your credit standing when opening or reviewing your Account. You authorize the Credit Union to disclose information regarding your Account to credit bureaus and creditors who inquire about your credit standing.
13. **Returns and Adjustments.** Merchants and others who honor your Card may give credit for returns or adjustments, and they will do so by sending the Credit Union a credit slip which will be posted to your Account. If your credits and payments exceed what you owe the Credit Union, the amount will be applied against future purchases and cash advances. If the credit balance amount is \$1 or more, it will be refunded upon your written request or automatically after six (6) months.
14. **Additional Benefits/Card Enhancements.** The Credit Union may from time to time offer additional services to your Account, such as travel accident insurance. If offered, there may be an additional cost to you. You understand that the Credit Union is not obligated to offer such services and may withdraw or change them at any time.
15. **Foreign Transactions.** Purchases and cash withdrawals made in foreign countries and foreign currencies will be debited from your account in U.S. dollars. The conversion rate to dollars will be determined in accordance with the operating regulations established by VISA International. Currently, the currency conversion rate used to determine the transaction amount in U.S. dollars is generally either a government mandated rate or the wholesale rate in effect the day before the transaction processing date, increased by 1%. The currency conversion rate used on the processing date may differ from the rate that would have been used on the purchase date or cardholder statement posting date.
16. **Merchant Disputes.** The Credit Union is not responsible for the refusal of any merchant or financial institution to honor your Card. The Credit Union is subject to claims and defenses (other than tort claims) arising out of goods or services you purchase with the Card if you have made a good faith attempt but have been unable to obtain satisfaction from the merchant or service provider, and (a) your purchase was made in response to an advertisement the Credit Union sent or participated in sending to you; or (b) your purchase cost more than \$50 and was made in your state or within one hundred (100) miles of your home.
17. **Joint Accounts.** If this is a joint Account, each person on the Account must sign the Agreement (by signing on the application). Each of you will be individually and jointly responsible for paying all amounts owed under this Agreement. This means that the Credit Union can require any one of you individually to repay the entire amount owed under this Agreement. Each of you authorizes the other (s) to make purchases or cash advances individually. Any one of you may terminate the Account and the termination will be effective as to all of you.
18. **Effect of Agreement.** This Agreement is the contract which applies to all transactions on your Account even though the sales, cash advances, credit or other slips you sign or receive may contain different terms.
19. **No Waiver.** The Credit Union can delay enforcing any of its rights any number of times without losing them.
20. **Statements and Notices.** Statements and notices will be mailed to you at the most recent address you have given the Credit Union. Notice sent to any one of you will be considered notice to all.
21. **Final Expression.** This Agreement is the final expression of the terms and conditions of this VISA line of credit between you and the Credit Union; this written Agreement may not be contradicted by evidence of any alleged oral agreement.
22. **Copy Received.** You acknowledge that you have received a copy of this Agreement.

**YOUR BILLING RIGHTS
KEEP THIS NOTICE FOR FUTURE USE**

This notice contains important information about your rights and our responsibilities under the Fair Credit Billing Act.

Notify Us In Case of Errors or Questions About Your Bill

If you think your bill is wrong, or if you need more information about a transaction on your bill, write us on a separate sheet at the address listed on your bill. Write to us as soon as possible. We must hear from you no later than sixty (60) days after we sent you the first bill on which the error or problem appeared. You can telephone us, but doing so will not preserve your rights.

In your letter, give us the following information:

- Your name and account number.
- The dollar amount of the suspected error.
- Describe the error and explain, if you can, why you believe there is an error. If you need more information, describe the item you are not sure about.

If you have authorized us to pay your credit card bill automatically from your savings or share draft account, you can stop the payment on any amount you think is wrong. To stop the payment your letter must reach us three (3) business days before the automatic payment is scheduled to occur.

Your Rights and Our Responsibilities After We Receive Your Written Notice

We must acknowledge your letter within thirty (30) days, unless we have corrected the error by then. Within ninety (90) days, we must either correct the error or explain why we believe the bill was correct.

After we receive your letter, we cannot try to collect any amount you question, or report you as delinquent. We can continue to bill you for the amount you question, including finance charges, and we can apply an unpaid amount against your credit limit. You do not have to pay any questioned amount while we are investigating, but you are still obligated to pay the parts of your bill that are not in question.

If we find that we made a mistake on your bill, you will not have to pay any finance charges related to any questioned amount. If we didn't make a mistake, you may have to pay finance charges, and you will have to make up any missed payments on the questioned amount. In either case, we will send you a statement of the amount you owe and the date that it is due.

If you fail to pay the amount that we think you owe, we may report you as delinquent. However, if our explanation does not satisfy you and you write to us within ten (10) days telling us that you still refuse to pay, we must tell anyone we report you to that you have a question about your bill. We must tell anyone we report you to that the matter has been settled between us when it finally is. If we don't follow these rules, we can't collect the first \$50 of the questioned amount, even if your bill was correct.

Special Rule for Credit Card Purchases

If you have a problem with the quality of property or services that you purchased with a credit card, and you have tried in good faith to correct the problem with the merchant, you may have the right not to pay the remaining amount due on the property or services. There are two (2) limitations on this right:

- (a) You must have made the purchase in your home state or, if not within your home state, within one hundred (100) miles of your current mailing address; and
- (b) The purchase price must have been more than \$50

These limitations do not apply if we own or operate the merchant, or if we mailed you the advertisement for the property or services.