

ABOUT YOUR CERTIFICATE OF DEPOSIT ACCOUNT~TERMS FROM 91 DAYS THROUGH 10 YEARS

This disclosure statement was prepared in compliance with the federal Truth-in-Savings Act. This is a deposit account, which earns a fixed amount of interest when a specific amount of money (principal) is left on deposit for a set number of days. Any permitted withdrawal before the set period of time has elapsed may result in a loss of interest and a monetary penalty on the amount withdrawn.

Negotiated rate Certificate of Deposit accounts are not available to Apple Bank employees, insiders or affiliates. If the Bank determines that this account has been established by a Bank employee, insider or affiliate during its 30 day review of newly established negotiated (preferred APY) rate accounts, the APY on the account, and any accrued interest, will be adjusted accordingly. You will be advised in writing by the Bank if this has occurred.

Minimum Balance to Open

This account may be opened with a minimum deposit of \$1,000 or more.

Interest Features

Rate in Effect as of Today Term/Maturity Date:Interest Rate*Annual Percentage Yield (APY).....

* guaranteed through maturity.

Interest Computation

We use the daily balance method to calculate the interest on your account. This method applies a periodic rate to the principal in the account each day.

Balance to Earn Interest

You must maintain a minimum balance of \$1,000 in your account each day to obtain the disclosed annual percentage yield. Interest begins to accrue on the business day you deposit non-cash items such as checks.

Interest Compounding and Crediting

Interest on this account compounds every day. Interest will be credited to your account based on the term of your account. Interest is paid each month or each quarter (as you choose) and at maturity.

We will pay interest in accordance with the option you choose. (Age restrictions may apply on IRA and Qualified Retirement Plan (QRP) accounts):

- We will add the amount to your account balance, OR
- we will transfer the amount to another Apple Bank Savings, NOW, Checking or Money Market account.

Automatic Renewal

Your account will automatically renew at maturity for a like term at the then prevailing interest rate, unless you take action during the grace period. You may obtain this rate on or after the actual maturity date by calling CustomerLine at the number provided at the end of this disclosure statement. You have a 10-calendar day grace period from the maturity date to withdraw the funds without penalty. The interest earned during the grace period will be at the new rate. If your Certificate of Deposit account matures on a non-business day, the funds will be available for withdrawal on the next business day.

Transaction Limitations

After the account is opened, you may not make deposits into or withdrawals (other than interest) from the account until the maturity date. During your grace period, withdrawals may be made without penalty; however, deposits may alter your renewal terms.

Early Withdrawal Penalties

We may impose a penalty if you withdraw any of the principal before the maturity date. The Bank may also require all owners of a joint account to authorize a premature withdrawal of principal from a Certificate of Deposit account.

- Accounts with terms of less than 1 year will lose \$50 plus 1% of the amount withdrawn.
- Accounts with terms of 1 year or more will lose \$50 plus 3% of the amount withdrawn.

Payment of the penalty may reduce your principal balance. If this occurs, and the penalty reduces the balance below the minimum amount required to maintain the account, the account must be closed and the penalty will be based on the entire account balance.

For accounts held in titles other than IRA/QRP, these penalties will not be charged if an owner of a Certificate of Deposit account dies or is declared legally incompetent. If a withdrawal is made for either of these reasons, we will credit and pay any accrued interest to the account up to the closing date.

For accounts held as IRA/QRP, these penalties will not be charged if the owner of a Certificate of Deposit account dies or becomes permanently disabled. In addition, a \$5,000 penalty free withdrawal can be made for Birth/Adoption expenses, through the first year after the Birth or Adoption. If a withdrawal is made for either of these reasons, we will credit and pay any accrued interest to the account.

IRA/QRP Certificate of Deposit accounts are subject to the same early withdrawal penalty provisions indicated above, if any principal amount is withdrawn before maturity, except for the following early withdrawal penalty waiver provision: during the calendar year in which a depositor attains the age of 70-1/2, and every calendar year subsequent thereto, a depositor may withdraw up to 20% of the principal in their IRA/QRP plan from IRA/QRP Certificates of Deposit which have not as yet matured without a penalty. The waiver of this penalty applies only with respect to scheduled periodic distributions (monthly, quarterly, semi-annual, or annual) made to plan holders 70-1/2 or older in accordance with Internal

Revenue Service reporting regulations. Any principal withdrawal before the maturity date exceeding the 20% penalty-free distribution will be subject to the applicable early withdrawal penalty indicated above.

Amounts withdrawn from IRA/QRP accounts will be reported to the Internal Revenue Service as distribution and may be subject to taxation. Also, for IRA/QRP accounts, the Internal Revenue Service imposes a 10% penalty for amounts withdrawn prior to the account owner reaching age 59-1/2. Certain exceptions apply and other tax consequences may also apply. Please consult with your own legal or tax advisor.

Charges to Maintain This Account

There are no maintenance charges associated with your Certificate of Deposit account. See attached "other charges" specific to this account.

Statements

A semi-annual statement will be issued for periods ending June and December of each calendar year. Your Certificate of Deposit can also be linked to any of your Apple Checking, Money Market or Statement Savings Accounts. Certificate of Deposit Accounts will then receive monthly or quarterly statements based on the statement frequency of the linked account.

Where You Can Get Further Information

Please contact any of our branch personnel with any questions you may have regarding the information provided in this disclosure or how it affects your account relationship with us. If you would like to telephone us for additional information or current rates, please call us at 1-914-902-2775. For the speech or hearing impaired using a text transmitter, our TDD phone number is 1-800-824-0710.