

Important Update Changes to Membership Accounts Coming October 1, 2017

Dear Member:

To become a Member of Community First Guam Federal Credit Union, you were required to open a ShareMaster Membership Savings Account and maintain a minimum Pledge (PAR) of \$20 (Per Member / Owner). This transactional savings account, however, is subject to a minimum balance requirement to avoid a monthly minimum balance fee.

Quite commonly we receive comments from Members, such as:

- Why do I need to open a savings account, when I just want to open a certificate, money market, or checking account, or get a loan?
- Why am I getting charged fees for not maintaining the minimum balance in the savings account which I only opened for Membership?
- Why is my Membership account being charged dormant fees?

These questions, in addition to others, are the reasons we will be making the following changes to the way you can maintain your Membership pledge with Community First on **October 1, 2017**.

We will move your existing Membership Pledge (PAR) into a Membership Capital Account or MCA. This account will not be a transactional account and will only be used to maintain your Pledge (PAR).

What does this mean?

1. The Membership Pledge (PAR) amount has **NOT** changed.
2. You **DO NOT** need to take any action. The Credit Union will make all necessary changes to comply with the update.
3. Your new MCA will mean you do not have to maintain a ShareMaster account if you choose not to. You can select what types of accounts best suit your financial needs. Credit Unions always have, and will continue to promote sensible savings; however, you can select the type of deposit account that best suits your needs and goals, albeit a traditional Share Savings Account; Money Market Account, Share Certificate, or one of the various types of checking account products available to select from.
4. When we convert over to the MCA, we will move available funds in your current ShareMaster Membership Account, up to the required pledge (par) of \$20 per member/owner on the account.^{1 2}
5. Your MCA cannot be used for any transaction whatsoever and will not have any minimum balance or dormancy requirements.
6. You have the flexibility to close existing accounts that you don't need, without affecting your Membership.³

If you have any questions regarding the MCA, please call (671) 472-8210 and speak with any one of our Call Center Representatives.

¹ If the balance in your current ShareMaster Savings Account is below the required Pledge (PAR) at conversion, you will be notified and will have the opportunity to restore your MCA to good standing as per the governing Membership Agreement.

² When CFG moves your Pledge (PAR) to your MCA, if your account only held the Pledge (PAR), your account will be closed after 60 days unless you notify us that you want to maintain that ShareMaster Savings Account and meet any related balance or account requirements.

³ You will be required to maintain a transactional deposit account to perform certain transactions, including but not limited to, direct deposits, automatic transfers, cashing checks, purchasing negotiable instruments, certain bill payments, etc.