

# Northern Redwood

## FEDERAL CREDIT UNION

**The Board of Directors is pleased to announce  
The 2nd Quarter 2017  
Declaration of Dividends\***

<b>SHARE TYPES</b>	<b>RANGE</b>	<b>CURRENT RATE</b>	<b>APY</b>
Share Drafts	All Balances	0.00%	0.00%
Small Business	All Balances	0.05%	0.05%
Premier Business	All Balances	0.10%	0.10%
Regular Shares	\$0.00 - \$25.00	0.00%	0.00%
	\$25.01 –\$1,000.00	0.10%	0.10%
	\$1,000.01 - \$5,000.00	0.12%	0.12%
	\$5,000.01 - \$10,000.00	0.12%	0.12%
	\$10,000.01 - \$50,000.00	0.12%	0.12%
	\$50,000.01 – Over	0.12%	0.12%
IRA's	All Balances	0.12%	0.12%
Xmas	All Balances	0.12%	0.12%
1 Year Certificate	\$1,000 minimum	0.60%	0.601%
2 Year Certificate	\$1,000 minimum	1.25%	1.256%
3 Year Certificate	\$1,000 minimum	1.40%	1.407%

We calculate your average daily balance each month (separately for each share type). That balance will determine your Range, Rate, and Dividend for that month. Your quarterly dividend for each share type is the sum of the three monthly dividends calculated. Your shares are insured by the National Credit Union Share Insurance Fund (NCUSIF) up to \$250,000.

Certificate dividends will be paid and compounded quarterly. There is a 90 day interest penalty for early withdrawal.

### **ANNUAL PERCENTAGE YIELD [APY]:**

Annual percentage yield is a tool for evaluating how much a deposit earns you. Why would you look at an account's APY? Answer: because it is a standardized way of comparing investments. Your job as a consumer is to put your money where it will get the highest APY.

### **What is APY?**

As the name suggests, APY is the yield you earn on a deposit over a year. It refers to your earnings – how much money you're making. Because we all want our money to work for us and grow, it is important to get a good APY from a financial institution.

### **What is Unique about APY?**

APY is notable because it takes compounding into account. In very simple terms, compounding means making earnings *upon* your earnings on your account. This means that the quoted APY is telling you how much you're *really* making on your money. Other ways of quoting a rate don't necessarily show you the whole picture.

\*Dividends declared June 28, 2017