

IMPORTANT NOTICE OF CHANGE IN TERMS

Effective June 1, 2014

This Change in Terms notice contains the details of upcoming changes to your **Home Equity Early Disclosure Important Terms of Our Home Equity Line of Credit Plan.**

The **MINIMUM PAYMENT REQUIREMENTS** section shall be struck and replaced with the following terms (with changes in bold):

MINIMUM PAYMENT REQUIREMENTS: You can obtain credit advances for 10 years. This period is called the "draw period." At our option, we may renew or extend the draw period. After the draw period ends the repayment period will begin. The length of the repayment period will depend on the balance at the time of the last advance you obtain before the draw period ends. You will be required to make monthly payments during both the draw and repayment periods.

Your monthly payment will be calculated on the last day of the month and due on the due date of the following month. The payment will be \$12/\$1,000. **Your outstanding balance will be rounded up to the nearest \$1,000 on the last day of the month for purposes of payment calculations.** Your payment will never be less than the smaller of \$100.00, or the full amount you owe. If the interest rate increases you will make more payments. Your payment will include all amounts past due and any amount by which you have exceeded your credit limit, and all other charges. The minimum payment may not reduce the principal that is outstanding on your plan. You may then be required to make a single balloon payment at the final payment date. Unless otherwise required by applicable law, we are under no obligation to refinance the balloon payment at that time. You may be required to make payments out of other assets you own or find a lender, which may be us, willing to lend you the money. If you refinance the balloon with us, you may have to pay some or all of the closing costs.

The **TRANSACTION REQUIREMENTS** section will be removed and will not be replaced.

IMPORTANT NOTICE OF CHANGE IN TERMS

Effective June 1, 2014

This Change in Terms notice contains the details of upcoming changes to your **Home Equity Early Disclosure Important Terms of Our Home Equity Line of Credit Plan (Interest Only Payments).**

The **TRANSACTION REQUIREMENTS** section will be removed and will not be replaced.

IMPORTANT NOTICE OF CHANGE IN TERMS

Effective June 1, 2014

This Change in Terms notice contains the details of upcoming changes to your **LOANLINER Plus Open End Plan: LOANLINER Credit and Security Agreement And Truth In Lending Disclosure.**

The **REPAYMENT** section shall be struck and replaced with the following terms (with changes in bold):

REPAYMENT: You promise to repay all amounts you owe under the Plan plus interest. Payments are due on the last day of the month unless we set a different day at the time of an advance. **If the Addendum has no payment schedule for a subaccount, your payment will be calculated on the last day of each month and due on the due date of the following month.** Payments must include any amount past due and any amount by which you have exceeded any credit limit you have been given for a subaccount. You may repay all or part of what you owe at any time without any prepayment penalty. **Even if you prepay, you will still be required to make the regularly scheduled monthly payments unless we agree in writing to a change in the payment schedule.** If you have a joint share draft account, you will be responsible for paying all overdraft advances obtained by a joint holder of the share draft account. Unless otherwise required by law, payments will be applied to amounts owed under the Plan, in the manner the Credit Union chooses.

If you decide not to accept any of the aforementioned changes:

- We must receive a letter by May 30, 2014 telling us that you do not want to accept these changes. Include your name, address and account number and mail to: Coastal Federal Credit Union, Attn: Loan Servicing, P.O. Box 58429, Raleigh, NC 27658.

What it means if you choose not to accept these changes:

- Your Plan(s) will be closed as of the date your letter is received and processed and your credit limit will no longer be available for use.
- If you have Overdraft Protection linked to your Plan(s), you will no longer have coverage once your Plan(s) is closed.