

SOUTHWEST AIRLINES FEDERAL CREDIT UNION

P.O. Box 35708 ♥ 2430 Shorecrest ♥ Dallas, Texas 75235

LUV REWARDS Checking (Share Draft) Account Disclosure

VARIABLE RATE INFORMATION

If all REWARD checking qualifications are met, your prospective dividend rates will be as follows:

Balance Tier	Dividend Rate	Annual Percentage Yield (APY)
\$0.01 - \$25,000	4.00%	4.00%
\$25,000.01 and above	0.10%	0.10%

If all REWARD checking qualifications are NOT met, the prospective dividend rate on your account will be 0.05% with an anticipated annual percentage yield of 0.05% on all balances.

The dividend rate and APY may change at any time based on the determination of the Credit Union Board of Directors.

NATURE OF DIVIDENDS

Dividends are paid from current income and available earnings, after required transfers to reserves at the end of a dividend period.

COMPOUNDING AND CREDITING

Dividends will be compounded monthly and will be credited monthly. If you close your checking account before dividends are paid, you will not receive the accrued dividends.

MINIMUM BALANCE REQUIREMENTS

The minimum balance required to open this account is \$30.00. To be a member and maintain accounts at our Credit Union you must purchase a \$5.00 share in the Credit Union. The par value of a share in this Credit Union is \$5.00.

BALANCE COMPUTATION METHOD

Dividends are calculated by the daily balance method, which applies a daily periodic rate to the principal in the account each day.

ACCRUAL ON NONCASH DEPOSITS

Dividends will begin to accrue on the business day you deposit noncash items (e.g. checks) to your account.

FEES and CHARGES

There is no monthly service charge for this account. Please refer to fee schedule for a list of other applicable charges.

If you have met your qualifications for the month, we will refund all domestic ATM fees up to \$20.00.

TRANSACTION LIMITATIONS

No transaction limitations apply to this account.

QUALIFICATIONS

To qualify for "REWARD Checking" rates, you must:

- Be 13 years of age
- Have at least 15 SWACU debit transactions with a minimum purchase amount of \$5.00 per "qualification cycle"*
- Receive your monthly statement electronically**
- Set up at least one direct deposit or one auto debit on a monthly cycle***

* "Qualification cycle" means the current statement cycle. Transactions must post and clear during the qualification cycle.

** E-statements must be set up in home banking through www.swacu.org.

*** Bill Payment transactions or Auto Bill Payment transactions not included.

If monthly qualifications are not met, we will pay not less than the minimum rate on your account.

There is a limit of one LUV Rewards Checking Account per primary share account holder.

****Trust and Estate Accounts are excluded from the Luv Reward Checking Account.

