

The disclosure describes some of the terms of your account as of December 1, 2009. 1st Security Bank of Washington may amend the rates and fees contained in this disclosure from time to time. Please visit our website at www.fsbwa.com if you have any questions or require current rate information. All this information may not pertain to your account. The IRA Trust Application, IRA Trust Agreement and Account Agreement contain other disclosures and terms applicable to your account, which are incorporated herein by reference.

Rate Information

Non-Certificate Accounts - Rates are subject to change daily. We declare interest monthly based on current income and available earnings of 1st Security Bank of Washington after providing for the required reserves at the end of the interest period. The Annual Percentage Yield and interest rate stated above reflect the earnings we anticipate having available for the applicable period.

Certificate Accounts - The Annual Percentage Yield and interest rate are accurate on the effective date stated above. The rate is fixed for the term you select. The Annual Percentage Yield reflects the interest to be paid based on compounding for an annual period and assumes the initial deposit will remain in the certificate until maturity.

Compounding and Crediting.

Non-Certificate Accounts - Interest is compounded and credited as listed above. We use a daily balance method to calculate interest on your account. This method applies a daily periodic rate to the balance in the account each day. Interest begins to accrue on deposits on the business day of deposit. The interest period is from the first calendar day to the last calendar day of each month.

Certificate Accounts - Interest is compounded and credited as shown above. We use the daily balance method to calculate interest on your account. This method applies a daily periodic rate to the balance in the account each day. Interest begins to accrue on deposits on the business day the certificate is opened and continues up to but not including the day of maturity. The interest period is from the first calendar day to the last calendar day of each month.

Minimum Balance. The minimum opening balance is shown above.

Account Limitations. Deposit or contribution limitations are set out in the IRA Trust Agreement. Withdrawal limitations are set out in the IRA Trust Agreement. If you close your account before accrued interest is credited, accrued interest will not be paid. Additionally, for certificate accounts, after your certificate is opened, you may not make additional deposits into your account until the maturity date stated on the certificate disclosure. We reserve the right to require customers to give notice in writing of any intended withdrawals from any interest bearing account of not less than 7 days and up to 60 days before such withdrawal.

Early Withdrawal Penalty (certificate accounts) Withdrawals are prohibited prior to maturity. We may impose a 90 day interest penalty if you withdraw any of the funds before the maturity date. The penalty is not limited to the interest paid to date. The interest penalty will be calculated on the amount of the withdrawal. At our option, we may pay the account before maturity without imposing an early withdrawal penalty when an account owner becomes deceased.

Renewal Policy (certificate accounts) Certificates will automatically renew for the same term at maturity. The interest rate will be the rate in effect on the maturity date. You will have a no-interest and no-penalty ten (10) calendar day grace period after the maturity date to withdraw the funds in the account.

Fees. Fees may reduce the earnings on your account. See the current Schedule of Fees and Charges - Consumer/Personal Accounts for all fees that apply to your account.

***Additional eBanking Express Checking Requirements.** Direct deposit, online banking, online statements, and bill pay enrollment and use required. Active Bill Pay must be used a minimum of twice per statement cycle. Minimum Daily Balance requirements reflect sum total of all relationships (loan and deposit) with 1st Security Bank, **does not include any VISA products or HELOC's with 1st Security Bank.** For example an eBanking Express Checking balance of \$1,500, a Personal Line of Credit current balance (not credit limit or original loan amount) of \$800, and a Preferred Savings balance of \$200 would meet the \$2,500 minimum balance requirement for the eBanking Express Checking to earn the APY stated for the \$2,500 - \$4,999.99 tier. See Consumer/Personal Account Disclosures for more information.

Personal Checking Accounts

Free Checking	
No minimum balance requirement	No Charge
Club 55 Checking (55 years and older)	
No minimum balance requirement	No Charge
1st Preferred Checking	
Monthly service charge – balance below \$1,000	\$10.00*
1st Direct Checking	
Monthly service charge – without direct deposit	\$10.00*
eBanking Express Checking	
Monthly service charge – with direct deposit, active Bill Pay ¹ , and minimum combined 1SB account balances of \$2,500 ⁵	No Charge
Monthly service charge – without direct deposit or minimum combined 1SB account balances of \$2,500	\$25.00
Monthly service charge – without active Bill Pay ¹	\$5.00

Personal Savings Accounts

Preferred Savings	
Monthly service charge – balance below \$300*	\$10.00*
<i>Waived with active personal checking account</i>	
Excessive Transfers/Withdrawals ²	\$25.00/ day
Youth Savings and Uniform Transfer to Minors Savings	
Monthly service charge	No charge
No interest paid if balance falls below \$5.00	
Excessive Transfers/Withdrawals ²	\$25.00/ day
Tiered Rate Money Market Account	
Monthly service charge – balance below \$1,500	\$15.00
Excessive Transfers/Withdrawals ²	\$25.00/ day
Individual Retirement Account (IRA)	
Annual Maintenance Fee	\$15.00*
<i>Waived with eBanking Express Account*</i>	

¹Active Bill Pay is defined as a minimum of two completed bill payments per month

²Per day from savings or money market account exceeding the Reg D allowable transactions per month.

³Free with 1st Preferred Checking, 1st Direct Checking, eBanking Express, and Club 55 Checking accounts

⁴Two free domestic outgoing wires free per month for the eBanking Express Checking account.

⁵Minimum 1SB account balance requirement reflects sum total of all personal deposit account(s) and consumer outstanding loan balances.

Other Service Charges and Fees

Abandoned/Dormant Account	\$60.00
Account History/Print-out (Single-sided page)	\$3.00/page
Account Overdraft Transfer from Savings	\$10.00/transfer
Account Research	\$10.00/ 15 min*
<ul style="list-style-type: none"> • Legal Claims & Orders • Immigration Account Verification • Balancing Account/Checkbook • General Account Research 	
ATM/Debit Card - Replace (First 2 cards per account are free)	\$15.00/card
ATM/Debit Card or PIN Rush Orders (<i>\$50 total if Debit/ATM/PIN are ordered together</i>)	\$50.00/order
ATM Use – Out of Network	\$2.00/use
Cancelled Check Copy	\$2.00/copy
Cashier's Checks ³	
Customer (1 free per day)**	\$5.00/ check
Non-Customer	\$10.00/ check
Check Cashing	
Non-Customer cashing an "on-us" check	\$5.00/ check
Collection Item	
Incoming	\$10.00/ item
Outgoing	\$15.00/ item
Counter Checks (minimum 3 checks)	\$3.00/ page
Foreign Currency	
Purchase	\$10.00/purch
Deposit	\$5.00/dep
Foreign Draft Purchase	\$20.00/draft
Insufficient Funds (paid/unpaid item)	\$30.00/item
Medallion Signature Guarantee	
Customer	No charge
Non-Customer	Not available
Notary	
Customer	No charge
Non-Customer (per notarization)	\$5.00
Returned Check (deposit item)	\$10.00/item
Sales Draft Copy – VISA Debit Card	\$10.00/copy
Statement Copy	\$3.00
Stop Payment	
Domestic	\$30.00/stop
Foreign Draft	\$30.00/stop
Travelers Cheques ³	
Customer	1% purchase amt*
Non-Customer	2% purchase amt
Travelers Cheques for Two ³	
Customer	1% purchase amt
Non-Customer	2% purchase amt
VISA Cash Advance Processing Fee (<i>Phone requests only</i>)	\$10.00/adv
Wire Transfer ⁴	
Incoming	\$10.00
Outgoing – Domestic	\$20.00
Outgoing – International in US funds	\$35.00
Outgoing – International in Foreign funds	\$25.00

*Change effective 8/1/2009 for accounts opened 6/30/2009 and prior