

## REGULATION D CHART

### Limitations on Withdrawals and Transfers from Savings Deposits

The Federal Reserve Bank has determined that an account with activity exceeding six transfers or withdrawals of a certain type per month constitutes a transactional account; i.e. share draft (checking) account. Therefore, in order to stay in compliance with the regulation, the number of Regulation D type transactions on our non-transaction accounts; i.e. share savings and/or clubs/special accounts is limited to six per month.

The chart below illustrates the types of transfer that will and will not trigger a Regulation D occurrence.

<b>Unlimited WITHDRAWALS</b> permitted when:	<b>Unlimited TRANSFERS</b> permitted when:	<b>Limited to six transfers or withdrawals</b> permitted per month when:
<ul style="list-style-type: none"> <li>✓ Made in person</li> <li>✓ Made by messenger</li> <li>✓ Requested by letter</li> <li>✓ Made at an ATM</li> <li>✓ Made by phone, fax or computer <b>if it is a check payable to the member and is mailed to the member</b></li> </ul>	<p>Made between accounts of the same member by:</p> <ul style="list-style-type: none"> <li>✓ Mail</li> <li>✓ Messenger</li> <li>✓ ATM</li> <li>✓ In person</li> </ul> <p>Made by the member to pay a loan the member has with the credit union</p>	<p>Made to a third party, if made by:</p> <ul style="list-style-type: none"> <li>✓ Phone</li> <li>✓ Fax</li> <li>✓ Computer</li> <li>✓ Check</li> <li>✓ Debit Card</li> <li>✓ ACH</li> <li>✓ Bill payment</li> <li>✓ Automatic transfer</li> </ul> <p>Made to another account of the members at the credit union, if made by:</p> <ul style="list-style-type: none"> <li>✓ Phone</li> <li>✓ Fax</li> <li>✓ Computer</li> </ul> <p>Transferred to the member's other account(s) at the credit union, if made by</p> <ul style="list-style-type: none"> <li>✓ Bill payment</li> <li>✓ Automatic transfer</li> <li>✓ ACH</li> </ul>

#### What happens to my account if I continually exceed the transaction limitations?

Regulation D requires that Alcon Employees FCU take steps to prevent excessive transactions in non-transactional accounts; excessive transactions are transfers or withdrawals in excess of the six transfer and withdrawal limitation. For members who continue to violate those limits after they have been contacted by the Alcon Employees FCU, the Regulation requires that either the transaction be rejected and subject to a fee; the account be closed if the transaction threshold is repeatedly surpassed and/or the credit union will transfer ALL the funds in the shares (savings) to the checking to avoid further transfers that violate Regulation D.