

The disclosure describes some of the terms of your account as of August 16, 2011 for non-certificate accounts and November 21, 2011 for certificate accounts. 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 from a certificate with a term of less than 1 year before the maturity date. We may impose a 180 day interest penalty if you withdraw any of the funds from a 1 year, 13 month, 15 month, 18 month, 21 month, or 2 year certificate before the maturity date. We may impose a 365 day interest penalty if you withdraw any of the funds from a 3 year, 4 year, or 5 year certificate 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 one of the following are required: active bill pay, 2 ACH external withdrawals per month, or 8 Point of Sale (POS) transactions per month. Active Bill Pay is defined as a minimum of two completed bill payments 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 HELOCs 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 account.

Personal Checking Accounts

1st Classic Checking (55 years and older)
No minimum balance requirement No Charge

eBanking Express Checking

Maintenance service charge – direct deposit, AND No Charge
minimum combined 1SB account balances of \$2,500⁶,
AND one of the following: active Bill Pay¹, 2 ACH withdrawals,
or 8 POS transactions

No DD/Minimum Balance fee – no direct deposit OR \$25.00
minimum combined 1SB account balances below \$2,500⁶

No Bill Pay/ACH WD/POS fee – no active Bill Pay¹, \$5.00
less than 2 ACH withdrawals, OR less than 8 POS transactions

1st Options Checking

Maintenance service charge – payroll direct No Charge
deposit, OR minimum daily balances of \$300,
OR 8 POS transactions, OR active Bill Pay¹, OR 2 ACH
withdrawals

Acct Requirement Not Met fee \$7.00

Personal Savings Accounts

Preferred Savings

Maintenance service charge – balance below \$300 \$10.00
Waived with active personal checking account

Excessive Transfers/Withdrawals² \$25.00/ day

Youth Savings and Uniform Transfer to Minors Savings

Maintenance service charge No charge

No interest paid if balance falls below \$5.00

Excessive Transfers/Withdrawals² \$25.00/ day

Tiered Rate Money Market Account

Below Minimum Balance fee – balance below \$1,500 \$15.00

Excessive Transfers/Withdrawals² \$25.00/ day

eBanking High Yield Money Market Account

Below Minimum Balance fee – balance below \$1,500 \$15.00

No eBanking Express Checking - no active
eBanking Express Checking Account \$15.00

Excessive Transfers/Withdrawals² \$25.00/ day

eBanking Momentum Money Market Account

Below Minimum Balance fee – balance below \$5,000 \$15.00

No eBanking Express Checking - no active
eBanking Express Checking Account \$15.00

Excessive Transfers/Withdrawals² \$25.00/ day

Individual Retirement Account (IRA)

Annual Maintenance Fee \$15.00
Waived with eBanking Express Account

Other Service Charges and Fees

Abandoned/Dormant Account	\$60.00
Account History/Print-out <i>(Single-sided page)</i>	\$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	\$15.00/card
<i>(First 2 cards per account are free)</i>	
ATM/Debit Card or PIN Rush Orders	\$50.00/order
<i>(\$50 total if Debit/ATM/PIN are ordered together)</i>	
ATM Use – Out of Network	\$2.00/use
Cancelled Check Copy	\$2.00/copy
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
Foreign Check Deposit	\$15.00/dep
Foreign Draft Purchase	\$20.00/draft
Insufficient Funds (paid/returned item)	\$35.00/item
Legal Processing Fee	\$100.00/req
<i>(requests for information from government and enforcement agencies, including, but not limited to: levies, subpoenas, and garnishments)</i>	
Medallion Signature Guarantee	
Customer	No charge
Non-Customer	Not available
Notary	
Customer	No charge
Non-Customer (per notarization)	\$5.00
Official (Cashier's) Checks	
Customer ^{3 & 4}	\$5.00/ check
Non-Customer	\$10.00/ check
Returned Check (deposit item)	\$10.00/item
Sales Draft Copy – VISA Debit Card	\$10.00/copy
Small Business	
Small Business Online Banking w/ Bill Pay	no charge
Small Business Finance Works - Online Payroll	\$29.95/month
Cash Management – Basic Online Banking w/ Bill Pay <i>(Multi-user Logins, Quickbooks compatible, Balance and Detail Reporting, Transfers, Stop Payments)</i>	\$15.00/month
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
Uncollected Funds (paid/returned item)	\$35.00/item
VISA/MC Cash Advance Processing Fee <i>(advances by phone)</i>	\$10.00/phone adv
Wire Transfer ⁵	
Incoming	\$10.00
Outgoing – Domestic	\$20.00
Outgoing – International in US funds	\$35.00
Outgoing – International in Foreign funds	\$25.00

¹Active Bill Pay is defined as a minimum of two completed bill payments per statement cycle.

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

³Free with eBanking Express Checking account.

⁴One free cashier's check per day for 1st Options and 1st Classic Checking accounts

⁵Two free domestic outgoing wires free per month for the eBanking Express Checking account.

⁶Minimum 1SB account balance requirement reflects sum total of all personal deposit account(s) and consumer outstanding loan balances.