



## MEMBER CREDIT AGREEMENT

“You” and “Your” mean each and all of the applicants signing below and on the reverse side.

1. You certify the accuracy of the information given in this application and you will notify the Credit Union in writing immediately if there is any change in your financial condition. It is a violation of Section 1014, Title 18, U.S. Code, to make a false statement or overvalue security for the purpose of influencing the action of any federally insured Credit Union.
2. You authorize the Credit Union to gather whatever credit, employment information, tax returns and related information from the Internal Revenue Service that the Credit Union considers appropriate from time to time (you understand that this will assist, for example, in determining your eligibility for renewal of credit and additional extensions of credit). You understand and agree that the Credit Union may retain this application and any other credit information the Credit Union may receive.
3. You have received and read the “Member Credit Agreement” including the Alliance FCU Addendum and Debt Cancellation Certificate. You agree that by signing on the reverse or by using or authorizing another to use the Account, you will be bound by the terms and conditions of the applicable Alliance Federal Credit Union Truth-in-Lending Disclosure Statement entitled (1) VISA Card Agreement and Disclosure (which will be given to you if your application is approved and before the first transaction is made). (2) Member Credit Agreement, Open-End Disclosure and Security Agreement and Alliance FCU Addendum.

### ACKNOWLEDGEMENT OF PLEDGE OF SHARES FOR VISA APPLICANTS ONLY

BY REQUESTING AND RECEIVING, SIGNING AND USING, OR PERMITTING OTHERS TO USE A VISA ISSUED TO YOU BY ALLIANCE FEDERAL CREDIT UNION, YOU AGREE, AS CARD HOLDER, TO THE TERMS OF THE VISA CARD AGREEMENT AND DISCLOSURE, AND YOU FURTHER ACKNOWLEDGE AND AGREE THAT THE VISA CARD AGREEMENT AND DISCLOSURE CONTAINS THE FOLLOWING PROVISION:

“**SECURITY INTEREST- PLEDGE OF SHARES:** You hereby pledge all paid shares (including share savings, share draft, and share certificates) and payment on shares, which you now have or hereafter may have in this Credit Union as security for loans, interest, late charges, costs, or expenses. In the event of default in payment, you hereby authorize the Credit Union to apply said shares to the payment of said loans, interest, late charges, or expenses. The foregoing pledge of shares does not apply to any shares held in any Individual Retirement Account. ”THIS MEANS THAT IF YOU ARE IN DEFAULT UNDER THE TERMS OF THE VISA PROGRAM, WE MAY EXERCISE OUR RIGHTS AS A SECURED PARTY TO APPLY ANY FUNDS YOU HAVE ON DEPOSIT WITH US TO SATISFY YOUR INDEBTEDNESS. **NOTICE:** This acknowledgement must be signed by you and returned to the Credit Union.

X \_\_\_\_\_ X \_\_\_\_\_  
SIGNATURE DATE SIGNATURE (IF APPLICABLE) DATE

### SUMMARY OF DEBT CANCELLATION PROGRAM

**Debt Cancellation is voluntary and not required in order to obtain this loan.** You may select any coverage offered of your choice. You can get this protection only if you check the box on the reverse side for the selected coverage. You certify that:

\* If you elect coverage, you authorize the credit union to add the charges for coverage to your loan each month.

#### **PROTECTION FOR YOU** (primary accountholder only)

Credit Protection protects the primary accountholder, which is the person whose name appears first on the billing statement.

**DISABILITY PROTECTION:** Following thirty (30) consecutive days of disability, Credit Disability Protection will begin making the monthly payment on your account for as long as a medical doctor has suspended you from full-time work or until your doctor has cleared you to return to work, up to a total of \$40,000, as of the date you became disabled. The disabled accountholder must have been employed full-time (but not self employed) and work at least thirty (30) hours per week, in a non-seasonal occupation as of the date of disability.

#### **PROTECTION FOR THE PRIMARY AND JOINT ACCOUNTHOLDERS:**

Credit Protection provides the following types of protection to the primary accountholder and the joint accountholder.

**LOSS OF LIFE PROTECTION:** If you or your joint accountholder dies, Credit Protection will cancel the balance on your account, up to \$50,000, as of the date of death. If your co-applicant dies, Credit Protection will cancel the balance on your account, up to \$50,000, as of the date of their death.

**MAXIMUM CANCELLATION:** Credit Protection offers a maximum account balance cancellation of \$40,000 (\$650/month up to \$40,000 for disability protection) or \$50,000 for Loss of Life Protection.

**ENDING PROTECTION:** You may terminate your Credit Protection at any time by submitting your request in writing.

**COST OF PROTECTION:** The fee for Disability Protection, Single Life Protection, and Joint Life Protection is disclosed on the front of this document. The fee is subject to change upon notice to you as required by law.

#### **ADDITIONAL IMPORTANT DISCLOSURES:**

\* This premium is charged on the last day of each month.

\* Alliance Federal Credit Union reserves the right to modify the terms and conditions of the Credit Protection Program. We will make any changes in accordance with law.

\* The amount of debt cancelled under the Credit Protection Program does not include charges incurred on your account after the effective date of your benefit period (unless those charges are covered due to a subsequent protected event while you continue to have the Credit Protection Program).

\* During a waiting period for a protected event, and while your request for debt cancellation is being processed, your account balance is not suspended or cancelled. You must continue to make minimum payments on your account until the balance is paid off or cancelled.

\* The Debt Cancellation Program is not insurance.

\* Cancelled debt under the Credit Protection Program may be taxable as income if provided by law. Please consult your tax advisor for guidance. \_\_\_\_\_ **Member Initials**