

PenFed Power Cash Rewards Visa® Rewards Program

Program Rules, Terms and Conditions

The Program. Pentagon Federal Credit Union (“PenFed”) Power Cash Rewards is a rewards program (the “Program”) that allows you to earn cash rewards (the “Rewards”), as described in Section 2 below, in connection with your PenFed Power Cash Reward Card issued by PenFed (the “Account”). The Program and webpage are maintained and hosted on behalf of PenFed by Meridian Enterprise Corporation. In these Terms and Conditions, “you” and “your” mean the Cardmember(s). “We,” “our,” “ours,” and “us” mean PenFed (the issuer of your credit card) or its assignees. “Agents” mean any third party that we engage to provide services for the Program. Other capitalized terms not specifically defined have the same meaning as in your PenFed Power Cash Rewards Cardholder Agreement (“Cardholder Agreement”). The Program is not available to the extent it is prohibited by federal, state, or local law.

1. Eligibility. You may participate in the Program while your Account is open and in good standing in accordance with your Cardholder Agreement. You may not be eligible to earn or redeem Rewards if one or more of your Accounts is closed, past due, over-the-limit, or otherwise in default as outlined in your Cardholder agreement.

2. Earning Rewards. You will earn 1.5% cash back on net purchases (purchases minus any credits or returns) only. Cash advances, balance transfers, and checks used to access your account are not considered purchases and will not earn rewards.

If you qualify for the Honors Advantage program, you are eligible to earn an additional 0.50% in bonus rewards, for a total of 2% earned on net purchases (purchases minus any credits or returns).

To be eligible to participate in the Honors Advantage program, you must qualify through either:

A) Military service (active military service status, a member of the Reserves or National Guard, honorably discharged U.S. Military Veterans or retired from such service). Or

B) Ownership of any existing open or newly established PenFed Credit Union checking account product, Excluding PenCheck Limited accounts. Member must be primary owner on both credit card and checking account to receive bonus rewards.

Accounts earning 1.5% on Net New Purchases will be evaluated at the end of each business day to determine if a qualifying product exists. Accounts with qualifying products will be upgraded within one business day of the evaluation date so that 2% is earned Net New Purchases. Accounts may be downgraded if eligibility no longer exists at the time of review.

Non-Military participants in Honors Advantage are not given the option to redeem Rewards by depositing into accounts at other financial institutions (see “Redeeming Rewards” section).

3. Rewards Balance. To access your most up to date Rewards balance, visit the PenFed Power Cash Rewards Web site (the “Web site”) accessible by logging into your PenFed account at PenFed.org and clicking ‘Access my Rewards.’

4. Redeeming Rewards. You may redeem your rewards for cash back in the form of: A statement credit to your Account, A deposit into your PenFed checking account, A deposit into your PenFed share account, or A deposit via ACH into an account at another institution.

5. Expiration; Cancellation. As long as your Account remains open and in good standing, points do not expire. If you close your Account or if we close it because you default on your Agreement, your Rewards will expire immediately. We may cancel your participation in the Program if you commit fraud or abuse your privileges in connection with the Program or the Account. If we cancel your participation, your Rewards will expire immediately.

6. Account Abuse/Misuse and Fraud. We may begin an investigation if evidence of account abuse/misuse or fraud is seen. Some examples of abuse/misuse and fraud include:

- Using your Account in an abusive manner for the primary purpose of acquiring Rewards
- Using your Account other than primarily for personal, consumer or household purposes
- Reward redemptions that you didn't authorize

The foregoing examples of abuse/misuse and fraud are not exhaustive, and we maintain the right to investigate in the event we become aware of any other suspicious activity on or pertaining to the account.

If we see evidence of misuse/abuse or fraudulent activity, we may investigate or take any other action we deem appropriate including, without limitation, removing the Rewards you earned through abuse/misuse and/or fraud and suspending or closing your Account. If we determine that you perpetrated any account misuse/abuse or fraud, we may take actions against you. These actions may include, without limitation:

- Taking away the Rewards you earned through abuse/misuse and/or fraud
- Stopping you from earning Rewards
- Suspending or closing your Account
- Taking legal action to recover Rewards redeemed because of such activity and to recover our monetary losses, including litigation costs and damages

If you suspect fraud on your Account, please notify us immediately by calling 800-247-5626.

7. Fees for Participation. There is no fee for your participation in the Program.

8. Program Changes. PenFed, in its sole discretion, may withdraw, limit, modify or cancel any reward, or decrease the amount of Rewards earned per purchase, even though such changes may affect the accrual or values of Rewards.

9. Program Termination. PenFed reserves the right to terminate the Program at any time. We may not be able to send you advance written notice if we are terminating the Program because of the Administrator's bankruptcy, insolvency or receivership, breach of its contract with us, or because of an act of God, act of war or insurrection, accident, fire, sabotage, labor dispute, computer malfunction, act of federal, state, or local government, judicial action, or other event beyond our, or the Agents' control. If the Program terminates for any of these reasons, you will have at least 90 days to redeem your earned Rewards.

10. Assignment. You may not transfer or assign your Program benefits or Rewards without our written agreement.

11. Our Notices to You. We will mail our notices to you at the address on your billing statement.

12. Other Terms and Conditions. The laws of the Commonwealth of Virginia govern the Program and these Terms and Conditions.

13. To Contact Us. To contact us about the Program, call 800-247-5626 or write to:

Pentagon Federal Credit Union
P.O. Box 456
Alexandria, VA 22313-0456