## Pricing Information and Cardholder Agreement

<table>
<thead>
<tr>
<th>PenFed Promise Visa ®</th>
<th>Pricing</th>
</tr>
</thead>
<tbody>
<tr>
<td>APR for Purchases</td>
<td>Prime plus 7.74% - 14.74%*</td>
</tr>
<tr>
<td>APR for Cash Advances</td>
<td>Prime plus 7.74% - 14.74%*</td>
</tr>
<tr>
<td>APR for Balance Transfers</td>
<td>Prime plus 7.74% - 14.74%*</td>
</tr>
<tr>
<td>Penalty APR</td>
<td>None</td>
</tr>
<tr>
<td>Annual Fee</td>
<td>None</td>
</tr>
<tr>
<td>Minimum Interest Charge</td>
<td>None</td>
</tr>
<tr>
<td>Foreign Transaction Fee</td>
<td>None</td>
</tr>
<tr>
<td>Grace Period</td>
<td>At least 25 days</td>
</tr>
<tr>
<td>Balance Computation Method</td>
<td>Average daily balance, including new purchases</td>
</tr>
<tr>
<td>Cash Advance Fee</td>
<td>None</td>
</tr>
<tr>
<td>Late Payment Fee</td>
<td>None</td>
</tr>
<tr>
<td>If your balance is less than $1,000:</td>
<td>None</td>
</tr>
<tr>
<td>If your balance is $1,000 - $2,000:</td>
<td>None</td>
</tr>
<tr>
<td>If your balance is greater than $2,000:</td>
<td>None</td>
</tr>
<tr>
<td>Over-the-Limit Fee</td>
<td>None</td>
</tr>
<tr>
<td>Balance Transfer Fee</td>
<td>None</td>
</tr>
<tr>
<td>Returned Balance Fee</td>
<td>None</td>
</tr>
<tr>
<td>Required Fees - Other</td>
<td>None</td>
</tr>
</tbody>
</table>

* Rates are based on your creditworthiness, which includes an evaluation of your credit history and the length of your PenFed membership. Your actual APR will be disclosed at the time of credit approval. Not all applicants will qualify for the lowest rate.
CARDHOLDER AGREEMENT

DEFINITIONS. The “Card” means the Pentagon Federal Credit Union (PenFed) credit card which we issue to you under this Agreement, and includes any device or check used to obtain credit or cash from the Account. Unless otherwise stated, “Account” means your Card Account with us. An Authorized User is an individual who is issued a Card, but who has no responsibility for payment of the Account. The words “you”, “your” and “cardholder” mean each person, jointly and individually, individually or in any other manner, to whom we permit others to use or sign a Card. The words “our”, “we” and “us” mean PenFed or any of its assignees.

1. AGREEMENT. We agree to extend credit to you on an advance, purchase, cash advance, or balance transfer basis, as set forth in this Agreement, and are willing to accept payments from you on the Account. You agree to comply with all terms and conditions of this Agreement.

2. CREDIT LIMIT. You agree to use the Card within the credit limit we authorize. You also agree that we can change your credit limit at any time. If required, we will notify you in advance of any increase in your credit limit. You agree that we can decrease your credit limit at any time. If required, we will notify you of any decrease in your credit limit. We may change our credit limit policy at any time, without notice to you. You agree to repay any and all balances on the Account, even if they exceed your authorized credit limit.

3. CHANGE IN TERMS. You agree that the terms of this Agreement are applicable to any cardholder. You also agree that we can change the terms of this Agreement at any time by adding, deleting, or modifying any provision of the Agreement. We will give notice of any such changes, if required by law. We may change our credit limit policy at any time, without notice to you. You agree to repay any and all balances on the Account, even if they exceed your authorized credit limit.

4. FINANCIAL CONDITION CHANGE. You agree to notify us of any change in your financial condition that may affect your creditworthiness and to provide us with a current loan application whenever we request one. You expressly authorize us to verify your creditworthiness with other banks, credit bureaus, reference organizations, your employer, any government agency, any firm, corporation or consumer reporting agency, upon our request, to furnish us with information concerning your credit and financial condition and to cooperate with us in the evaluation of this Account. You understand and agree that we may terminate your Account upon reevaluation of your creditworthiness.

5. FINANCE CHARGES WILL BE IMPOSED IN THE FOLLOWING MANNER AND WILL NOT BE IN EXCESS OF THOSE PERMITTED BY LAW:

A. PURCHASES. (1) No finance charge will be imposed during the next billing cycle (defined as the time interval between regular monthly billing statements). (2) Any finance charge for your Account on each day of the billing cycle is determined by including new purchases and deducting any unpaid finance charge from your Account on each day of the billing cycle. (3) The amount of the finance charge is calculated by multiplying the average daily balance of all purchases by the applicable periodic rate. The average daily balance is the sum of all outstanding balances, which is determined by including new purchases and deducting any payments or credits and excluding any unpaid finance charge from your Account.

B. CASH ADVANCES. (1) There is no grace period on cash advances. Finance charges accrue on all cash advance amounts from the date charged to your Account and continue so long as such amounts remain outstanding. (2) A finance charge will be imposed on the average daily balance of cash advances, which is the sum of the cash advances outstanding each day during the billing cycle, divided by the number of days in the billing cycle. The sum of cash advances is determined by including new cash advances and deducting any payments or credits and excluding any unpaid finance charge from your Account.

C. BALANCE TRANSFERS. (1) There is no grace period on balance transfers. Finance charges accrue on the average daily balance of balance transfer amounts from the date posted to your Account and continue so long as such amounts remain outstanding. (2) A finance charge will be imposed on the average daily balance of balance transfers, which is the sum of the balance transfers outstanding each day during the billing cycle, divided by the number of days in the billing cycle. The sum of balance transfers is determined by including new balance transfers and deducting any payments or credit and excluding any unpaid finance charge. A balance transfer appearing on the periodic statement is considered a part of the outstanding balance from the date of posting. (3) The amount of finance charge is calculated by multiplying the average daily balance of balance transfers by the applicable periodic rate. The average daily balance is the sum of all outstanding balances, which is determined by including new balance transfers and deducting any payments or credits and excluding any unpaid finance charge from your Account.

6. PAYMENTS. A payment delivered by regular U.S. mail must be sent to the address indicated on your periodic statement. Your payment by mail must be a check or money order in U.S. dollars with your account number on the check or money order and drawn on a U.S. financial institution, and be accompanied by the payment voucher from your statement. Write your account number on your check or money order. All such payments will be posted to your Account as of the date we receive them provided we receive them before the Payment Due Date. Payments received at other locations or not conforming to these procedures may be delayed in posting, but not more than 5 business days. You may, however, pay the total amount due, which is maintained by you in a manner that PenFed, in its sole discretion, may accept a check for payment on your Account even though payment was made before the due date of the check. All payments in excess of the minimum monthly payment will be applied first to the card balance with the lowest APR in the following order: finance charges, credit line fees (if any), cash advance balances, and purchase balances.

7. DEFAULT. You will be in default if you fail to make any payment by the Payment Due Date shown on your Account statement, if you become insolvent or file bankruptcy, if you become a ward, or if you are adjudged a minor. PenFed, in its sole discretion, may accept a check for payment on your Account even though payment was made before the due date of the check. All payments in excess of the minimum monthly payment will be applied first to the card balance with the lowest APR in the following order: finance charges, credit line fees (if any), cash advance balances, and purchase balances.
If. We may. You may request us account number, checks or mobile device: any
cash advances when conducted with your Card, RATE.
11. temporary promotional rate has expired or the payments, the rates will be reduced to the rates APR. After three consecutive months of on-time transfer amounts will increase to the Penalty APR.
10. of your Account, you understand your membership in individual retirement account (IRA). We may take all of your shares for the payment of this line of credit. To protect us if you are in default on any credit extended or cash advanced under this Account, you have granted a security interest in all of your other debts and accounts which may be received, whether held jointly or individually, up to the amount of your outstanding balance. The foregoing security interest includes the right to reject payment, or to charge to any jointly held account on your date of death.
9. LATE PAYMENT FEES. You may be charged a late payment fee if the Minimum Payment Due is received 10 or more days past the due date.
8. RATE. We may add or delete cardholders, request extensions or other modifications to this Agreement, or charge to your Account, to evaluate your current creditworthiness or to assess your continued eligibility for this line of credit. To protect us if you are in default on any check later than the date that you write it.
7. LATE PRESENTMENT OF CHECKS. All checks must be presented before their date as specified on our current Schedule of Service Fees. Any returned check or demand draft shall constitute a default.
6. CARD DISHONOR. If a merchant refuses the Card, we will not have any liability or responsibility. No cash refund will be made to or accepted by you with respect to any adjustment for goods or services purchased. All adjustments will be made by credit to your PenFed Account by a properly executed credit voucher issued by the merchant.
5. GRANT OF SECURITY INTEREST IN SHARES. To protect us if you are in default on any credit extended or cash advanced under this Account, you have granted a security interest in all of your other debts and accounts which may be received, whether held jointly or individually, up to the amount of your outstanding balance. The foregoing security interest includes the right to reject payment, or to charge to any jointly held account on your date of death. This does not include your individual retirement accounts (IRA). We may take all the shares pledged by you in these accounts.
4. ACCOUNT CLOSURE. We may close your Account or suspend your Account privileges at any time without prior notice. You must return all of the Cards to us upon request.
3. CARD DISHONOR. If a merchant refuses the Card, we will not have any liability or responsibility. No cash refund will be made to or accepted by you with respect to any adjustment for goods or services purchased. All adjustments will be made by credit to your PenFed Account by a properly executed credit voucher issued by the merchant.
2. ISSUANCE/USE OF CHECKS. If we issue you checks, these checks are treated as cash advances when conducted with your Card. We may repossess them without the use of court process. All of the terms and conditions of this Agreement apply to the use of the checks. Only checks issued or approved for payment by PenFed now and in the future may be used to obtain funds from your Account. If so authorized by PenFed, your use of a personal identification number (PIN) or other such constant or characteristic of your signature. Paid checks become our property until such time as they are cashed or credited to your Account. If we have not received payment by the due date, PenFed may, in its sole discretion, terminate any and all services that you have with the credit union.
will charge the Account. PenFed may, in its sole discretion, pay a check which has a date more than six months old.

22. ANNUAL FEE. You may be required to pay a nonrefundable annual fee for each Account you have with us. You may pay only one annual fee, even if more than one Card is issued for your Account. The fee will be charged annually to your Account. This charge will appear on your periodic statement. The billing cycle when it first becomes effective¹.

23. FOREIGN TRANSACTIONS. Purchases and cash advances made in foreign currencies will be debited from your Account in U.S. dollars. The exchange rate for the transaction and the billing currency used for processing international transactions is either a wholesale market rate or the government mandated rate in effect one day prior to the date processed by Visa and may include additional fees. PenFed may use any exchange rate it chooses.

24. DEBT PROTECTION PLAN. Your purchase of the Debt Protection Plan (“Plan”) is optional. Whether or not you purchase this protection will not affect your application for credit or the terms of any existing credit agreement you have with PenFed. If you do purchase Debt Protection, you may cancel it at any time by notifying us in writing. You understand that you may rescind this plan within 10 days of the date that this Plan becomes effective. If you rescind, any premiums you have already paid will be credited to your Account. We can terminate this Agreement and rescission privilege with notice in advance of the termination. The premium, method of calculation and assessment are subject to change. If these terms change, we will provide written notice before the change goes into effect. Premiums will accrue on a daily basis and will be billed to your Account monthly. Complete details of this optional Debt Protection are included in the Debt Protection Agreement which you will receive upon enrollment.

25. ASSIGNABILITY OF ACCOUNT. You agree that PenFed may at any time sell, transfer or assign your Account.

26. LOST/STOLEN CARD. You are responsible for the proper use of the Card and must maintain the confidentiality of the PIN we will assign you. You will notify us at once if you believe your Card has been lost or stolen, or if you have reason to believe the Card is being used without your permission. You may notify us by calling 800-247-5626 or 402-399-3600 collect from overseas, or by writing to us at Card Services, Pentagon Federal Credit Union, Box 456, Alexandria, VA 22313-0456. We will issue you a statement of the amount you owe and may continue to charge you for any transactions or other items deposited for collection. You will have to pay the amount in question, along with applicable interest and fees. We will send you the Statement of the amount you owe and the date payment is due. We may then report you as delinquent if you do not pay the amount you owe you.

27. LIABILITY FOR UNAUTHORIZED USE. If your statement has an error or a charge you did not authorize, you must tell us in writing within 60 days after you get that statement. You must follow all instructions on that statement. If we find no error after investigation, you owe us the original amount plus applicable interest and fees. You are liable for all authorized use of any Card issued under your name. You may notify us by calling 800-247-5626 or 402-399-3600 collect from overseas, or by writing to us at Card Services, Pentagon Federal Credit Union, Box 456, Alexandria, VA 22313-0456 if you suspect unauthorized use of the Card, and to cooperate with us in the recovery of any amounts advanced based on unauthorized use. You will not be liable for any unauthorized use of the Card.

28. STATEMENTS. We will bill you monthly, on a date selected by us, for amounts due under this Agreement. If you elect to receive your credit card statement electronically, you will receive an email download; and if your statement is ready to be viewed online. There may be a $1 fee for each paper statement received. Failure to receive a monthly statement or electronic statement does not relieve you from the responsibility of making any required minimum payment. Upon receipt of each periodic statement, you should examine it and immediately notify us in writing of any transaction you believe to be in error. If your Account is a joint account, we can send statements and notices to either of you. You agree to notify us promptly of any change in your name, address, or email address.

29. PAYMENT SKIP OPTION. At our option, we may provide for a payment skip option, which allows you to skip up to two minimum periodic payments for specified billing cycles. If you accept this payment skip option, we will continue to apply the finance charge as prescribed by this Agreement. If you Skip a Payment, we will apply to the skipped payment. For the billing cycle following a skipped payment, all the terms and conditions of this Agreement (including minimum periodic payment and applicable late payment fees) will continue to apply.

30. OTHER AGREEMENTS. All the terms and conditions of any other agreement between us and you and/or any other institution that is part of a network of automated teller machines (ATMs) which you use, and any applicable rules and regulations, also apply to the use of the Card. There may be minimum and/or maximum limits on the amount of a cash advance dispensed from electronic terminals, which accept the Card. All of the transactions made by electronic means are subject to verification by us, and any checks or other items deposited for collection may be delayed. Unauthorized use of your account or other transaction may be deemed to occur on our next business day. You understand that transactions may be limited in some areas.

You agree that we do not waive our rights under this Agreement if we fail to assert them. The Agreement binds and benefits us and our successors and assigns and binds you, your estate and your personal representatives.

31. APPLICABLE LAW. This Agreement and your Card and Additional Cards, and all questions about their legality, enforceability and interpretation, are governed by the laws of the Commonwealth of Virginia, USA.

32. MILITARY LENDING ACT. Federal law provides important protections to members of the Armed Forces and their dependents relating to extensions of consumer credit. In general, the cost of consumer credit to a member of the Armed Forces and his or her dependent may not exceed an annual percentage rate of 36 percent. This rate must include, as applicable to the credit transaction or account: The cost associated with credit insurance premium; fees for ancillary products sold in connection with the credit transaction; any application fee charged (other than certain applications fees charged for specific credit transactions or other items); and any origination fee charged (other than certain participation fees for a credit card account). For more information, please contact PenFed at 800-247-5626.

YOUR BILLING RIGHTS. (Keep this notice for future use.) This notice tells you about your rights and our responsibilities under the Fair Credit Billing Act.

WHAT TO DO IF YOU FIND A MISTAKE ON YOUR STATEMENT. If you think there is an error on your statement, write to us at: Card Services, Pentagon Federal Credit Union, Box 456, Alexandria, VA 22313-0456. You may also contact us on the Web via our Secure Online Message Center at: PenFed.org. In your letter, give the following information:

- Account information: Your name and account number.
- Date of transaction: The dollar amount of the suspected error.
- Description of problem: If you think there is an error on your bill, describe what you believe is wrong and why you believe it is a mistake.

You must contact us within 10 days after the error appeared on your statement.

- At least 3 business days before an automated payment is scheduled, if you want to stop payment on a single, future transaction. You must not delay in making any required minimum payment. Upon receipt of each periodic statement, you should examine it and immediately notify us in writing of any transaction you believe to be in error. If your Account is a joint account, we can send

WHAT WILL HAPPEN AFTER WE RECEIVE YOUR LETTER. When we receive your letter, we must do two things:

1. Within 30 days of receiving your letter, we must tell you that we received your letter. We will also tell you if we have already corrected the error.

2. Within 90 days of receiving your letter, we must either correct the error or explain to you why we believe the bill is correct.

While we investigate whether or not there has been an error:

- We cannot try to collect the amount in question, or report you as delinquent on that amount.
- The charge in question may remain on your statement, and we may continue to charge you interest on that amount.
- While you do not have to pay the amount in question, you are responsible for the remainder of your balance.
- We can apply any unpaid amount against your credit limit. After we finish our investigation, one of two things will happen:

- If we made a mistake: You will not have to pay the amount in question or any interest or other fees related to that amount.
- If we do not believe there was a mistake: You will have to pay the amount in question, along with applicable interest and fees. We will send you a statement of the amount you owe and the date payment is due. We may then report you as delinquent if you do not pay the amount you owe.

If you received our explanation but still believe your bill is wrong, you must write to us within 10 days telling us that you still refuse to pay. If you do so, we cannot report you as delinquent without also reporting that you are questioning your bill. We must tell you the name of anyone to whom we reported you as delinquent, and we must let those organizations know when the matter has been settled between us. If we do not follow all the rules above, you do not have to pay the first $50 of the amount you question even if your bill is correct.

YOUR RIGHTS IF YOU ARE DISSATISFIED WITH YOUR CREDIT CARD PURCHASES. If you are dissatisfied with the goods or services that you have purchased with your credit card and you have tried in good faith to correct the problem with the merchant, you may have the right not to pay the disputed amount on the purchase. To use this right, all of the following must be true:

1. The purchase must have been made in your home state or within 100 miles of your current mailing address, and the amount for which you are seeking a refund must have been more than $50. (Note: Neither of these is necessary if your purchase was based on an advertisement we mailed to you, or if we own or control the company that sold you the goods or services.

2. You must have used your credit card for the purchase. Purchases made with cash advances from an ATM or with a check that accesses your credit card account do not qualify.

3. You must not yet have fully paid for the purchase.

If all of the above criteria are met and you are still dissatisfied with the purchase, contact us in writing or electronically at: Card Services, Pentagon Federal Credit Union, Box 456, Alexandria, VA 22313-0456, or online at PenFed.org. While we investigate, the same rules apply to the disputed amount as discussed above. After we finish our investigation, we will tell you our decision in writing. If you think we owe you money and you do not pay, we may report you as delinquent.

¹ Refer to the Summary of Terms issued with your Card

Information about this Card is accurate as of March 2020 but may have changed since then. To find out what may have changed, please go to PenFed.org or call 800-247-5626.