Important changes to your billing statement

Recent changes to federal regulations are affecting the way the financial services industry does business. At Kinecta Federal Credit Union, we want to keep you informed about your account(s). We have made changes to your statement to make it easier to understand your account activity. Your individual statement may appear slightly different than the sample. If you have any questions, please call the Member Contact Center at 800.854.9846.

### Loan Payment Coupon

<table>
<thead>
<tr>
<th>Account Number</th>
<th>Period Ending</th>
<th>Payment Due Date</th>
</tr>
</thead>
<tbody>
<tr>
<td>2222222-82</td>
<td>06/30/2010</td>
<td>08/01/2010</td>
</tr>
</tbody>
</table>

- New Balance: $ 0.00
- Current Payment Amount: $ 0.00
- Past Due Amount: $ 0.00
- Minimum Payment Due: $ 0.00

Payment Enclosed: $ 0.00

- Make check payable to: Kinecta FCU
- Return this portion with your payment
- Include your account number on check

Name: John Q. Member
Account Number: 2222222-82
Reporting Period: 06/01/2010 – 06/30/2010
Page: 1 of 1

**Note:** If your payment is made automatically, this notice is for your information only.

- Member Contact Center: 800.854.9846
- www.kinecta.org

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### Summary of Account

<table>
<thead>
<tr>
<th>Current Payment Amount</th>
<th>Past Due Amount</th>
<th>Minimum Payment Due</th>
<th>Payment Due Date</th>
<th>Credit Limit</th>
<th>Available Credit</th>
<th>Annual Percentage Rate</th>
<th>New Balance</th>
</tr>
</thead>
<tbody>
<tr>
<td>$ 0.00</td>
<td>$ 0.00</td>
<td>$ 0.00</td>
<td>08/01/2010</td>
<td>$ 0.00</td>
<td>$ 0.00</td>
<td>0.00% (v)</td>
<td>$ 0.00</td>
</tr>
</tbody>
</table>

(v) = indicates variable rate. (as required only)

### Late Payment Warning:
If we do not receive your minimum payment by the date listed above, you may have to pay a $ 5.47 late fee.

### Transactions

<table>
<thead>
<tr>
<th>Transaction Date</th>
<th>Effective Date</th>
<th>Transaction Description</th>
<th>Amount</th>
<th>Late Fee</th>
<th>Interest Charge</th>
<th>Principal</th>
<th>Balance Subject To Interest Rate?</th>
</tr>
</thead>
<tbody>
<tr>
<td>06/01</td>
<td>06/01</td>
<td>Previous Balance</td>
<td>0.00</td>
<td></td>
<td></td>
<td></td>
<td>$ 0.00</td>
</tr>
<tr>
<td>06/01</td>
<td>06/01</td>
<td>Transfer Payment</td>
<td>0.00</td>
<td></td>
<td></td>
<td></td>
<td>$ 0.00</td>
</tr>
<tr>
<td>06/02</td>
<td>06/02</td>
<td>Check Payment</td>
<td>0.00</td>
<td></td>
<td></td>
<td></td>
<td>$ 0.00</td>
</tr>
<tr>
<td>06/30</td>
<td></td>
<td>New Balance</td>
<td>0.00</td>
<td></td>
<td></td>
<td></td>
<td>$ 0.00</td>
</tr>
</tbody>
</table>

### Interest Charged

<table>
<thead>
<tr>
<th>Transaction Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Interest charged</td>
<td>$ 0.00</td>
</tr>
<tr>
<td>Interest charged</td>
<td>$ 0.00</td>
</tr>
</tbody>
</table>

Total Interest for this Period: $ 0.00

### Fees

<table>
<thead>
<tr>
<th>Transaction Date</th>
<th>Effective Date</th>
<th>Transaction Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>TOTAL FEES FOR THIS PERIOD</td>
<td>$ 0.00</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

### 2010 Totals Year-to-Date

- Total fees charged in 2010: $ 0.00
- Total interest charged in 2010: $ 0.00

(see reverse)
Important changes to your billing statement

This section contains important information to help you understand your billing rights.

PERIODIC STATEMENT DISCLOSURES FOR OPEN-END LOANS.

Periodic Rate: The periodic rate used in calculating the Finance Charge is the daily periodic rate (Annual Percentage Rate) shown on the reverse.

How to determine my total finance charge: Each time I make a payment on my account (or from the date of my first advance on a new account), I will multiply the unpaid balance by the daily periodic rate (see above) and multiply that result by the number of days since the date of the last payment (or from the date of my first advance on a new account). When advances are added to the loan, the finance charge is computed on the unpaid balance to the date of the next payment. Actual finance charge is shown on a periodic statement delivered to me.

This determines my total periodic charge for the billing cycle. Actual periodic finance charge will be shown on my periodic statement.

Delinquent Loans: If your statement indicates you have a delinquent loan payment, please pay the amount promptly. As required by law, you are hereby notified that a negative credit report reflecting your credit record may be submitted to a credit reporting agency if you fail to fulfill the terms of your credit obligations.

YOUR BILLING RIGHTS. KEEP THIS NOTICE FOR FUTURE USE.

This notice contains important information about your rights and our responsibilities under the Fair Credit Billing Act.

Notify us in case of errors or questions about your bill.

If your bill is wrong, or if you need more information about a transaction on your bill, write us (on a separate sheet) at Kinecta Federal Credit Union, P.O. Box 10003, Manhattan Beach, CA 90267-7503. Write to us as soon as possible.

We must hear from you no later than 60 days after we send you the first bill on which the error or problem appears. You can telephone us, but doing so will not preserve your rights.

In your letter, give us the following information:

- Your name and account number.
- The dollar amount of the suspected error.
- Describe the error and explain, if you can, why you believe there is an error. If you need more information, describe the items you are not sure about.
- If you have authorized us to pay your credit card bill automatically from your savings or checking account, you can stop the payment on any amount you think is wrong. To stop the payment, your letter must reach us three business days before the automatic payment is scheduled to occur.

Your rights and our responsibilities after we receive your written notice:

We must acknowledge your letter within 30 days, unless we have corrected the error by then. Within 90 days, we must either correct the error or explain why we believe the bill is correct.

After we receive your letter, we cannot try to collect any amount you question or report you as delinquent. We can continue to bill you for the amount you question, including finance charges, and we can apply any unpaid amount against your credit limit. You do not have to pay any questioned amount while we are investigating, but you are still obligated to pay the parts of your bill that are not in question. If we find that we made a mistake on your bill, we will not have to pay any finance charges related to the questioned amount. If we didn’t make a mistake, you may have to pay finance charges, and you will have to make up any missed payments on the questioned amount. In either case, we will send you a statement of the amount you owe and the date that it is due.

If you fail to pay the amount that we think you owe, we may report you as delinquent. However, if our explanation does not satisfy you, and you write to us within ten (10) days telling us that you still refuse to pay, we must tell anyone we report you to that you have a question about your bill. We must also tell anyone we report you to that the matter has been settled between us when it finally is.

If we don’t follow these rules, we can’t collect the first $50 of the questioned amount, even if your bill was correct.

IN CASE OF ERRORS OR QUESTIONS ABOUT YOUR ELECTRONIC TRANSFERS

Write to us at Kinecta Federal Credit Union, P.O. Box 10003, Manhattan Beach, CA 90267-7503 or telephone us at 800.854.9846 as soon as you can if you think your statement or receipt is wrong, or if you need more information about a transfer on the statement or receipt. We must hear from you no later than 60 days after we send you the first statement on which the error or problem appears.

Tell us your name and account number.

Describe the error on the transfer you are unsure of, and explain as clearly as you can why you believe there is an error or why you need more information.

Tell us the dollar amount of the suspected error.

We will investigate your complaint and will correct any error promptly. If we take more than ten (10) business days to do this, we will re-credit your account for the amount you think is in error so that you will have use of the money during the time it takes us to complete our investigation.

For additional information on new products and services, see AGREEMENT AND DISCLOSURES BOOKLET as amended.