

ACCOUNT AUTHORIZING MINORS
PAGE 1

MINOR CHILD'S ACCOUNT AUTHORIZING AGREEMENT
AT CARIBE FEDERAL CREDIT UNION
("CARIBE FEDERAL")

I. GENERAL CHARACTERISTICS OF THE ACCOUNT.

1. The Account is limited to individuals.

II. SPECIFIC CHARACTERISTICS

The Account will be governed by the following rules:

1. Dividends:

- a. Dividend rates are computed using the daily balance method, which applies a daily periodic rate to the full amount of principal available in the account each day.
- b. Dividends are credited and compounded quarterly.
- c. Dividends are paid from current income and available earnings after making the required transfer to the reserve at the end of the dividend period.
- d. Dividends may vary from time to time, at the discretion of the Board of Directors of CARIBE FEDERAL.
- e. Accrued dividends will not be paid if the account is closed prior to the actual posting of dividends.

2. CARIBE FEDERAL is hereby authorized to debit Member's Cari Kid's account for any amount of money owed for any reason to CARIBE FEDERAL. CARIBE FEDERAL will not be held responsible for the non-approval of withdrawals which are caused by the insufficiency of funds resulting from the above mentioned

ACCOUNT AUTHORIZING MINORS
PAGE 2

charges to the Account.

3. The co-signing adult, who hereby authorizes the minor to make transactions in the Account, assumes total responsibility for all the transactions made in said Account until the minor's 21st birthday.

II. DEPOSITS

1. CARIBE FEDERAL'S tellers will receive the cash and all other appropriate values that are deposited in the Account and will issue a receipt crediting the amount deposited. The Member is responsible for verifying that all information contained in the receipt issued by tellers is correct (i.e. amount of money deposited, etc.)

2. All checks deposited against local, U.S. and foreign banks will have a waiting period in accordance with CARIBE FEDERAL'S availability of funds policy.

IV. WITHDRAWALS

1. The Member may only withdraw funds from the Account by using automatic teller machines or in person at any of the branches of CARIBE FEDERAL.

2. This is a savings account only; therefore, CARIBE FEDERAL will not provide drafts or checks for Member's use.

3. In the event of a non-approval of a withdrawal caused by error or misunderstanding by CARIBE FEDERAL, no matter the reasons and which action produces damages, CARIBE FEDERAL will only be liable for the real damages caused to the Member. CARIBE FEDERAL's assumes no responsibility for damages to the reputation of the Member and will not be obligated to indemnify Member for any emotional damages.

4. CARIBE FEDERAL reserves the right to request a written notice from the Member informing CFCU of his or her intention to withdraw any amount from the Account. The notice will be

ACCOUNT AUTHORIZING MINORS
PAGE 3

provided seven days prior to the withdrawal. This time period may be modified by federal or state legislation.

5. CARIBE FEDERAL reserves the right to close the Account and/or change the same into another account when the co-signing minor reaches ages thirteen (13) or twenty-one (21).

V. SERVICE CHARGES

1. The Account will be subject to customary charges per transaction, for services and maintenance, as determined by CARIBE FEDERAL from time to time. The prevailing rates of these charges will be notified when the Member accepts the Account. Said rates will be considered accepted with the mere action of opening the Account. Changes to the Account will be automatically accepted after thirty (30) days have passed from the date CARIBE FEDERAL notifies the Member in writing to Member of said changes.

2. The charges referred to in the preceding paragraph will be debited from the Account during the corresponding monthly period.

3. CARIBE FEDERAL will not be held responsible for any withdrawal denied due to insufficient funds resulting from any transaction, services, and/or maintenance charges made to the Account.

VI. STATEMENTS OF ACCOUNT

1. CARIBE FEDERAL will mail to the Member, to the last known address, a Statement of Account for the immediate preceding trimester, and on a monthly basis when the Member performs electronic transactions. The mailing of Statements of Account will be through regular mail and/or through CARIBE FEDERAL'S on-line service.

2. The Statement of Account will include: the previous balance, the deposits made during the period covered in the Statement, withdrawals, debits and charges made to the Account, the new balance, and Dividends paid over the average daily balance, if any. The Member shall have 30 days to review and

ACCOUNT AUTHORIZING MINORS
PAGE 4

object any transaction reflected on the statement. The 30 days shall begin on the date the statement is mailed. The Member waives all rights of objecting once the above mentioned period has elapsed. Nevertheless, when the Member uses the electronic systems to transfer funds, any objection regarding an electronic transfer must be made within 60 days.

VII. GENERAL DISPOSITIONS

1. Any changes or amendments related to the minimum average daily balance required, method of calculating Dividends, service charges, or any other disposition of this agreement, will be notified by written notice mailed to the member's last address by CARIBE FEDERAL.

2. The Member has the obligation to immediately notify CARIBE FEDERAL the unauthorized use, loss, or theft, of the device used to access automatic tellers. The Member's notice must be in writing or in person at any of our branches.

3. This account is not subject to overdraft. In the event where by error CARIBE FEDERAL authorizes any withdrawal when sufficient funds are not available in the Account, Member will pay the overdraft on demand, and in addition will pay the accumulated interest of the overdraft at the maximum rate permitted by law, and until full payment is satisfied.

4. CARIBE FEDERAL reserves the right to close the Account at any time, mailing a notice to Member by regular mail to the last known address and requesting the withdrawal of the total balance in the Account within the term indicated in the notice.

CARIBE FEDERAL may also close the Account and send a check for the remaining balance to the Member's last address known and may also, without notice, reject any deposits intended to be credit to the Account.

5. This agreement, its validity and performance thereof, shall be governed by (i) the laws of the Commonwealth of Puerto Rico; (ii) the Federal Credit Union Act; (iii) the Rules and Regulations adopted by the National Credit Union Administration; and (iv) any other applicable Federal Law.

ACCOUNT AUTHORIZING MINORS
PAGE 5

By this means, the Member acknowledges receipt of a copy of this agreement and its attachment(s) which contain information related to the minimum initial deposit and the average daily balance required, the method of calculation and crediting of Dividends, and the rates for the charges mentioned in Section V of this Agreement.

6. The adult member hereby authorizes CARIBE FEDERAL to investigate his/her credit and employment history.

7. The funds deposited in the minor's Account, WILL NOT be used as collateral for loans and other obligations, of the adult member as co-signer of the minor, until the minor reaches his/her legal age.

8. The co-signing adult, expressly authorizes () declines () CARIBE FEDERAL to provide the minor with an ATM card to withdraw and/or transfer deposits or funds, including making payments.

9. For the purposes of this agreement, the word "Member" includes the co-signing adult (parent or guardian) and the minor.

10. In the event any portion of a provision of this agreement shall be held unenforceable in any respect by a court of competent jurisdiction, such unenforceability shall not affect any other provision hereof, and this agreement shall be construed as if such unenforceable provision, to the extent of such unenforceability, had never been incorporated herein. Each party shall execute and deliver such further documents and take such further actions as may be required, or reasonably requested, by the other party to effectuate the purposes of this Agreement.

By this means, I _____,
authorize _____ (a minor) to make transactions in this Account with CARIBE FEDERAL. I understand that this will be a Share/Savings Account in which deposits and withdrawal transactions can be made in person at the branches of

ACCOUNT AUTHORIZING MINORS
PAGE 6

CARIBE FEDERAL and withdrawals can be made through automatic teller machines. Minor's date of birth _____.

PARENT OR LEGAL GUARDIAN

MINOR'S SIGNATURE (If practicable)

PARENT OR LEGAL GUARDIAN RELATIONSHIP

Legal Guardian's accreditation documents

Attached: _____.