

LAKE TRUST CREDIT UNION SKIP-A-PAY PROGRAM TERMS AND CONDITIONS

Skip-A-Pay Qualifications: You must be in good standing with Lake Trust Credit Union and all of your Loans at Lake Trust Credit Union must be current (less than 10 days delinquent).

Eligible Loans: Each loan you are requesting a Skip-a-Pay must be at least 180 days (6 months) old, current (less than 10 days delinquent), and cannot have been in delinquent status more than 30 days within the past 6 months. Each loan you are requesting a Skip-a-Pay cannot be paid ahead more than 60 days and Collateral Protection Insurance (CPI) cannot be in effect at the time of the Skip-a-Pay request.

Limit two (2) skipped payments in one 12-month rolling period for each eligible consumer loans. A maximum of 10 skipped payments are allowed for the life of the eligible loan. Lake Trust reserves the right to deny a Skip-a-Pay request, including delinquent loans, loans that are involved in a bankruptcy or collection action.

Excluded Loans: Personal Lines of Credit, Home Equity loans, Home Equity Lines of Credit, Consumer Credit Cards, Student Loans, Auto Saver Loans, Mobile Home Loans, Mortgages, Business Purpose Loans, and Commercial Business Loans, Commercial Lines of Credit and Commercial Credit Cards are NOT eligible for the Skip-A-Pay program.

Please Note: Lake Trust cannot stop a preauthorized payment on your behalf. Payments made through Direct Deposit, ACH or Online Banking recurring transfers will need to be stopped by the owner of that account. Internal transfers from your Lake Trust accounts will be skipped.

By submitting a Skip-a-Pay Request and Authorization, you agree to all of the following Terms and Conditions:

You are requesting that Lake Trust Credit Union process your request to defer payment for the loan(s) indicated above. You understand and agree that Skip-a-Pay requests are subject to approval by Lake Trust. Requests must be received/submitted online at least **7 business days** before your loan payment is due.

A \$35.00 SKIP-A-PAY FEE WILL BE ASSESSED FOR EACH APPROVED SKIP-A-PAY REQUEST. You authorize Lake Trust Credit Union to debit your Lake Trust Credit Union deposit account to pay for the \$35.00 Skip-a-Pay fee. The \$35.00 fee will not be applied to the principal balance of your loan or as a loan payment. If funds are not available in the designated account, your Skip-A-Pay Request will not be honored.

By completing the Skip-a-Payment Request you understand and agree that this addendum amends your Loan Agreement(s) regarding your loan payments only; all other terms and conditions of your original Loan Agreement(s) as previously disclosed remain(s) the same.

By processing your request, you authorize Lake Trust to advance the loan due date equal to one month's payment for each loan for which a skip is requested. You understand and agree that interest will continue to accrue on the skipped payment(s) and your entire loan balance(s) during the month(s) your payment was deferred and your loan maturity date may be extended as a result. **You understand and agree that (1) you will be required to resume your monthly payments after the skipped month; (2) you will continue to be responsible for the entire outstanding principal and interest of your loans until the loan(s) is/are fully repaid; and your pledge of security shall remain in effect until the loan(s) is/are fully repaid.**

You also understand that any credit life and/or credit disability insurance, debt protection or GAP coverage on your loan(s) may not extend beyond the original maturity date. Skipping a payment may reduce the amount of GAP claim. Please refer to your GAP policy for complete information.

If there is more than one borrower on the loan, only one borrower is required to authorize the Skip-a-Pay Request.

Please retain a copy of these Skip-a-Pay Terms and Conditions together with your original Loan Agreement.