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IMPORTANT TERMS of our HOME EQUITY LINES OF CREDIT

THIS DISCLOSURE CONTAINS INFORMATION ABOUT OUR EQUITY ADVANTAGE (80.00% AND LESS LOAN TO VALUE), EQUITY ADVANTAGE (80.01%-90.00% LOAN TO VALUE) AND EQUITY ADVANTAGE NON-OWNER OCCUPIED VARIABLE RATE HOME EQUITY LINES OF CREDIT. YOU SHOULD READ IT CAREFULLY AND KEEP THIS COPY FOR YOURSELF. THE TERMS FOR ALL PLANS ARE THE SAME EXCEPT WHERE OTHERWISE INDICATED.

Availability Of Terms

All terms described below are subject to change. If these terms change, other than the Annual Percentage Rate and you decide, as a result, not to enter into an agreement with us, you are entitled to a refund of any fees you paid to us or anyone else in connection with your application.

Security Interest

We will take a Deed of Trust/Mortgage on your home ("Security Property"). You could lose your home if you do not meet certain obligations in your agreement with us.

Possible Actions

Termination

If you fail to meet the terms of repayment, or if you act or fail to act in a way that adversely affects our security interest or other rights in the Security Property, or if you have committed fraud or made a material misrepresentation in connection with the account, we may, subject to the Governing Law, terminate the plan, require payment in full of the entire outstanding balance in a single payment or cause the Security Property to be sold and the proceeds of such sale to be applied to your obligation to us. You agree to pay any reasonable costs of protecting, retaking, repairing or selling the Security Property.

Suspension

Your right to request additional advances may be suspended, or your maximum credit limit reduced, at our option, in the following instances: (1) you fail to make the scheduled payments due to us; (2) you fail to make timely payments to the holders of Deeds of Trust/Mortgages senior to ours; (3) you fail to pay real property taxes prior to delinquency; (4) you fail to maintain the required property insurance; (5) you default on any material obligation under the terms of your agreement with us (such as failing to occupy the security property as your principal residence); (6) the value of the Security Property declines significantly below the appraised value upon which we relied in approving your application; (7) we reasonably believe that your ability to meet your payment obligations is impaired because of a material change in your financial circumstances; (8) governmental action precludes our imposing the interest rate provided herein or adversely affects the priority of our security interest such that the value of our interest is less than 120% of your maximum credit limit; (9) the maximum interest rate under the plan is reached; or (10) government regulatory authorities find that further advances under this plan constitute an unsafe and unsound practice. When the condition which caused the suspension of advances or reduction of your maximum credit limit no longer exists, the original terms of your agreement will be reinstated. You understand that if your right to request additional advances is suspended or your maximum credit limit is reduced, you still owe us whatever sums you have already borrowed, all other charges under your agreement and applicable Finance Charges.

Minimum Payment Requirements

Variable Rate Advances

You can obtain credit advances for 120 months (the draw period). During the draw period, payments will be due on a monthly basis during any time that you have a balance on your account. At our option, we may extend the draw period. Your minimum monthly payment will be an amount equal to all accrued but unpaid Finance Charges (other than costs related to voluntary payment protection) at the close of each billing cycle, subject to the lesser of \$100 or your balance.

After the draw period ends, you will no longer be able to obtain credit advances (other than costs related to voluntary payment protection) and you must repay your outstanding account balance (the repayment period). The length of the repayment period will depend on the amount of your last advance but in no event will exceed 180 months. During the repayment period, your minimum periodic payment will be established on the first day of the repayment period (other than costs related to voluntary payment protection) or change in interest rate, to the amount necessary to fully amortize your then outstanding account balance by the agreement maturity date, subject to the lesser of \$100 or your balance.

The sum of the minimum periodic payments due for both variable rate and fixed rate balance(s) is the amount you owe for the billing cycle being accounted for.

Fixed Rate Advances

You can obtain credit advances for 120 months (the draw period). During the draw period, payments will be due on a monthly basis. During the draw period, your minimum periodic payment for fixed rate advances will be established at the time of each such advance to the amount necessary to fully amortize your outstanding fixed rate balance by the agreement maturity date. Your specific minimum periodic payment for fixed rate advances will be disclosed to you at the time of each such advance on a separate page titled "Equity Advantage Fixed Rate Advance Voucher".

After the draw period ends, you will no longer be able to obtain credit advances and must pay your outstanding balance. The length of the repayment period will depend on the date and the amount of your last advance but in no event will exceed 180 months. During the repayment period your minimum periodic payment will be calculated in the same manner as during the draw period.

The sum of the minimum periodic payments due for both variable rate and fixed rate balance(s) is the amount you owe for the billing cycle being accounted for.

Minimum Payment Example

Variable Rate Advances

HELOC (80.00% and Less LTV)

If you made only the minimum payments and took no other credit advances, it would take 126 months to pay off a credit advance of \$10,000 at an **ANNUAL PERCENTAGE RATE** of 4.49%. During that period, you would make 120 monthly payments of \$100.00, followed by 5 monthly payments of \$100.00 and a final payment of \$49.58.

HELOC (80.01%-90.00% LTV)

If you made only the minimum payments and took no other credit advances, it would take 134 months to pay off a credit advance of \$10,000 at an **ANNUAL PERCENTAGE RATE** of 5.49%. During that period, you would make 120 monthly payments of \$100.00, followed by 13 monthly payments of \$100.00 and a final payment of \$98.71.

Non-Owner Occupied

If you made only the minimum payments and took no other credit advances, it would take 134 months to pay off a credit advance of \$10,000 at an **ANNUAL PERCENTAGE RATE** of 5.49%. During that period, you would make 120 monthly payments of \$100.00, followed by 13 monthly payments of \$100.00 and a final payment of \$98.71.

Fixed Rate Advances

If you made only the minimum payments and took no other credit advances, it would take 300 months to pay off a fixed rate credit advance of \$10,000 at an **ANNUAL PERCENTAGE RATE** of 6.24%*. During that period, you would make 120 monthly payments of \$65.91, followed by 179 monthly payments of \$65.91 and a final payment of \$66.91. * This is an interest rate we have recently used and this rate does not include costs other than interest.

Fees And Charges

You may have to pay Us a Loan Cost Fee of \$300.00 to open and maintain a line of credit secured by real property located outside of the State of Washington. You must also pay certain fees to third parties. These fees generally total from \$0.00 to \$2,756. If you ask, we will give you an itemization of the fees you will have to pay to third parties.

Other Products

If you ask, we will provide you with information on any other home equity products we offer.

Insurance

You must carry insurance on the property that secures this plan.

Minimum Draw And Balance Requirements**Variable Rate Advances**

The minimum variable rate credit advance you can receive is \$100.

Fixed Rate Advances

The minimum fixed rate credit advance you can receive is \$5,000. The maximum number of fixed rate advances outstanding at any given time is three.

Tax Deductibility

You should consult a tax advisor regarding the deductibility of interest and charges for the line of credit.

Variable Rate Feature

This plan has a Variable Rate feature. The Annual Percentage Rate (corresponding to the periodic rate) and the minimum payment during the draw and the repayment periods can change as a result. The Annual Percentage Rate includes only interest and no other costs. The Annual Percentage Rate is based on the value of an index. The index is the highest Prime Rate as published in The Wall Street Journal in effect on the last day of each month. To determine the Annual Percentage Rate that will apply to your line of credit, we add a margin to the value of the index. Ask us for the current index value, margin, discount and Annual Percentage Rate. After you open a line of credit, rate information will be provided in periodic statements that we send you.

Rate Changes**Variable Rate Advances**

Your Annual Percentage Rate can change on the first day of each calendar month immediately following any change in the index. There is no limit on the amount by which your rate can change on any given change date other than the maximum and minimum Annual Percentage Rates that can apply at any time to your account.

HELOC (80.00% and Less LTV)

The maximum **ANNUAL PERCENTAGE RATE** at any time is 18.00%. The minimum **ANNUAL PERCENTAGE RATE** at any time is: (a) 3.99% with automatic payment from your Share/Share Draft account; or (b) 4.49 % without automatic payment from your Share/Share Draft account.

HELOC (80.01%-90.00% LTV)

The maximum **ANNUAL PERCENTAGE RATE** at any time is 18.00%. The minimum **ANNUAL PERCENTAGE RATE** at any time is: (a) 4.99% with automatic payment from your Share/Share Draft account; or (b) 5.49% without automatic payment from your Share/Share Draft account.

Non-Owner Occupied

The maximum **ANNUAL PERCENTAGE RATE** at any time is 18.00%. The minimum **ANNUAL PERCENTAGE RATE** at any time is: (a) 4.99% with automatic payment from your Share/Share Draft account; or (b) 5.49% without automatic payment from your Share/Share Draft account.

Automatic Payment Rate

If you elect to have your payments made via automatic payment from your share/share draft account with us, the margin used to calculate your Interest Rate will be reduced by 0.50 percentage points. The margin used to calculate your Interest Rate will immediately increase by 0.50 percentage points if you have signed up for automatic payment from your share/share draft account and you subsequently discontinue such service, or in the event we are unable to transfer the necessary payment amount from your share/share draft account for any reason. An increase in the Interest Rate may result in an increase in the amount of your minimum periodic payment.

Maximum Rate And Payment Examples**Variable Rate Advances**

If you had an outstanding balance of \$10,000 during the draw period, the minimum payment at the maximum **ANNUAL PERCENTAGE RATE** of 18.00% would be \$150.02. This Annual Percentage Rate could be reached during the first month of the draw period.

If you had an outstanding balance of \$10,000 during the repayment period, the minimum payment at the maximum **ANNUAL PERCENTAGE RATE** of 18.00% would be \$161.06. This Annual Percentage Rate could be reached during the first month of the repayment period.

Historical Example

The following table shows how the Annual Percentage Rate and the monthly payments for a single \$10,000 credit advance would have changed based on changes in the index since 1995. The index is from The Wall Street Journal from March of each year. While only one payment amount per year is shown, payments may have varied during the year. The table assumes that no additional credit advances were taken, that only the minimum payments were made, and that the rate remained constant during the year. It does not necessarily indicate how the index or your payments will change in the future.

**OWNER OCCUPIED
80.00% and Less LTV**

Year	Index	Margin		ANNUAL PERCENTAGE RATE		Payment Period	Minimum Payment	
		(1)	(2)	(1)	(2)		(1)	(2)
1995	9.00	-0.51	-0.01	8.49%	8.99%	DRAW	\$100.00 (3)	\$100.00 (3)
1996	8.25	-0.51	-0.01	7.74%	8.24%	DRAW	100.00 (3)	100.00 (3)
1997	8.25	-0.51	-0.01	7.74%	8.24%	DRAW	100.00 (3)	100.00 (3)
1998	8.50	-0.51	-0.01	7.99%	8.49%	DRAW	100.00 (3)	100.00 (3)
1999	7.75	-0.51	-0.01	7.24%	7.74%	DRAW	100.00 (3)	100.00 (3)
2000	8.75	-0.51	-0.01	8.24%	8.74%	DRAW	100.00 (3)	100.00 (3)
2001	8.50	-0.51	-0.01	7.99%	8.49%	DRAW	100.00 (3)	100.00 (3)
2002	4.75	-0.51	-0.01	4.24%	4.74%	DRAW	100.00 (3)	100.00 (3)
2003	4.25	-0.51	-0.01	3.99%(4)	4.49% (4)	DRAW	100.00 (3)	100.00 (3)
2004	4.00	-0.51	-0.01	3.99%(4)	4.49% (4)	DRAW	100.00 (3)	100.00 (3)
2005	5.50	-0.51	-0.01	4.99%	5.49%	REPAYMENT	100.00 (3)	100.00 (3)
2006	7.50	-0.51	-0.01	6.99%	7.49%	REPAYMENT	100.00 (3)	100.00 (3)
2007	8.25	-0.51	-0.01	7.74%	8.24%	REPAYMENT	100.00 (3)	100.00 (3)
2008	6.00	-0.51	-0.01	5.49%	5.99%	REPAYMENT	0.00	100.00 (3)
2009	3.25	-0.51	-0.01	3.99%(4)	4.49% (4)	REPAYMENT	0.00	0.00

- (1) This represents a Margin (which we have recently used), Annual Percentage Rate and Minimum Payments with an automatic payment discounted rate.
- (2) This represents a Margin (which we have recently used), Annual Percentage Rate and Minimum Payments without an automatic payment discounted rate.
- (3) This represents the \$100.00 Minimum Payment.
- (4) This represents the Minimum Interest Rate.

**OWNER OCCUPIED
80.01%-90.00% LTV**

Year	Index	Margin		ANNUAL PERCENTAGE RATE		Payment Period	Minimum Payment	
		(1)	(2)	(1)	(2)		(1)	(2)
1995	9.00	0.74	1.24	9.74%	10.24%	DRAW	\$100.00 (3)	\$100.00 (3)
1996	8.25	0.74	1.24	8.99%	9.49%	DRAW	100.00 (3)	100.00 (3)
1997	8.25	0.74	1.24	8.99%	9.49%	DRAW	100.00 (3)	100.00 (3)
1998	8.50	0.74	1.24	9.24%	9.74%	DRAW	100.00 (3)	100.00 (3)
1999	7.75	0.74	1.24	8.49%	8.99%	DRAW	100.00 (3)	100.00 (3)
2000	8.75	0.74	1.24	9.49%	9.99%	DRAW	100.00 (3)	100.00 (3)
2001	8.50	0.74	1.24	9.24%	9.74%	DRAW	100.00 (3)	100.00 (3)
2002	4.75	0.74	1.24	5.49%	5.99%	DRAW	100.00 (3)	100.00 (3)
2003	4.25	0.74	1.24	4.99%	5.49%	DRAW	100.00 (3)	100.00 (3)
2004	4.00	0.74	1.24	4.99% (4)	5.49% (4)	DRAW	100.00 (3)	100.00 (3)
2005	5.50	0.74	1.24	6.24%	6.74%	REPAYMENT	100.00 (3)	100.00 (3)
2006	7.50	0.74	1.24	8.24%	8.74%	REPAYMENT	100.00 (3)	100.00 (3)
2007	8.25	0.74	1.24	8.99%	9.49%	REPAYMENT	100.00 (3)	100.00 (3)
2008	6.00	0.74	1.24	6.74%	7.24%	REPAYMENT	100.00 (3)	100.00 (3)
2009	3.25	0.74	1.24	4.99% (4)	5.49% (4)	REPAYMENT	100.00 (3)	100.00 (3)

- (1) This represents a Margin (which we have recently used), Annual Percentage Rate and Minimum Payments with an automatic payment discounted rate.
- (2) This represents a Margin (which we have recently used), Annual Percentage Rate and Minimum Payments without an automatic payment discounted rate.
- (3) This represents the \$100.00 Minimum Payment.
- (4) This represents the Minimum Interest Rate.

NON-OWNER OCCUPIED

Year	Index	Margin		ANNUAL PERCENTAGE RATE		Payment Period	Minimum Payment	
		(1)	(2)	(1)	(2)		(1)	(2)
1995	9.00	0.74	1.24	9.74%	10.24%	DRAW	\$100.00 (3)	\$100.00 (3)
1996	8.25	0.74	1.24	8.99%	9.49%	DRAW	100.00 (3)	100.00 (3)
1997	8.25	0.74	1.24	8.99%	9.49%	DRAW	100.00 (3)	100.00 (3)
1998	8.50	0.74	1.24	9.24%	9.74%	DRAW	100.00 (3)	100.00 (3)
1999	7.75	0.74	1.24	8.49%	8.99%	DRAW	100.00 (3)	100.00 (3)
2000	8.75	0.74	1.24	9.49%	9.99%	DRAW	100.00 (3)	100.00 (3)
2001	8.50	0.74	1.24	9.24%	9.74%	DRAW	100.00 (3)	100.00 (3)
2002	4.75	0.74	1.24	5.49%	5.99%	DRAW	100.00 (3)	100.00 (3)
2003	4.25	0.74	1.24	4.99%	5.49%	DRAW	100.00 (3)	100.00 (3)
2004	4.00	0.74	1.24	4.99% (4)	5.49% (4)	DRAW	100.00 (3)	100.00 (3)
2005	5.50	0.74	1.24	6.24%	6.74%	REPAYMENT	100.00 (3)	100.00 (3)
2006	7.50	0.74	1.24	8.24%	8.74%	REPAYMENT	100.00 (3)	100.00 (3)
2007	8.25	0.74	1.24	8.99%	9.49%	REPAYMENT	100.00 (3)	100.00 (3)
2008	6.00	0.74	1.24	6.74%	7.24%	REPAYMENT	100.00 (3)	100.00 (3)
2009	3.25	0.74	1.24	4.99% (4)	5.49% (4)	REPAYMENT	100.00 (3)	100.00 (3)

- (1) This represents a Margin (which we have recently used), Annual Percentage Rate and Minimum Payments with an automatic payment discounted rate.
- (2) This represents a Margin (which we have recently used), Annual Percentage Rate and Minimum Payments without an automatic payment discounted rate.
- (3) This represents the \$100.00 Minimum Payment.
- (4) This represents the Minimum Interest Rate.