

StewardAccount will be in accordance with LCEF's then current rules and procedures for check-writing services.

Any redemption made by means of a Visa® debit card from a StewardAccount, Gold Tier StewardAccount, Y.I. StewardAccount, FlexPlus Certificate, or Congregation StewardAccount will be in accordance with the then current UMB Bank, n.a. Visa Debit Card Agreement.

With respect to Dedicated and Congregation Demand Certificates, LCEF reserves the right to require the Owner(s) to give 30 days' written notice of any intended redemption before such redemption is made.

LCEF's Notes are general obligation debt securities, not bank savings or checking accounts. Check writing, Visa debit card access and electronic transfer services for redemption of Notes are transacted by UMB Bank n.a. under agreements with each Owner and LCEF.

LCEF may impose an interest penalty on redemptions made prior to maturity from Fixed-Rate and Floating-Rate Term Notes. Penalties are assessed on the amount withdrawn, not the principal value of the Note. The principal value remaining after the withdrawal must meet the required minimum investment for the product.

The penalty days associated with newly issued or renewed Notes are as follows:

Terms	Penalty Days
Up to 90 Day Note	30 Days
4 - 24 Month Note	90 Days
25 - 47 Month Note	120 Days
48 - 84 Month Note	180 Days
85 - 120 Month Note	365 Days

## Maturity

LCEF shall mail maturity notices to Investors holding Notes with specified terms and maturity dates at least 30 days prior to the maturity of the Notes. The maturity notice will indicate the date of maturity and the Note's balance of principal as of the date of the notice. The "Maturing Note Authorization" form (on the reverse side of maturity notice) allows the Note Owner(s) to select one of the options listed for the disposition of the Note at maturity.

**Notes issued with special features**, such as allowing additional investments to the principal during a fixed-rate term, tiered interest rates on a fixed-rate term or exercising the option to step-up to a higher interest rate for the remainder of the term, **expire when the Note reaches its maturity**. Some examples include but are not limited to the following: ConnectPLUS and PartnerPLUS Term Notes and Fixed-Rate Term Notes issued with a step-up interest rate feature.

If the Note is subject to automatic renewal provisions, the Note's entire balance of principal and accrued interest (if applicable) will be automatically renewed upon the terms set out in such notice unless the Owner(s) elect(s) within twenty days after the Note's maturity date to redeem the Note or exchange

the Note for any other applicable Note offered by LCEF.

If the Note is subject to non-automatic renewal provisions, the interest rate will revert to the lowest tier offered to Dedicated Certificates unless the Owner(s) provide(s) instructions to reinstate the Note for the same term, redeem the Note or exchange the Note for any other applicable Note offered by LCEF.

LCEF reserves the right (upon notice of maturity) to change the term of the Note, the frequency and method by which the interest is calculated, and how frequently interest is paid to the Investor or added to the Note.

Abbreviation	Term
FAM	Family
IRREV	Irrevocable
JTWROS	Joint Tenants with Right of Survivorship
POA	Power of Attorney
POD	Payable on Death
REV	Revocable
TR	Trust
TT	Testamentary Trust
TTEE	Trustee
TTEES	Trustees
UAD	Under Agreement Dated
UDT	Under Declaration of Trust
Y.I.	Young Investors



LCEF is a nonprofit religious organization; therefore, LCEF investments are not FDIC-insured bank deposit accounts. This is not an offer to sell LCEF investments, nor a solicitation to buy. LCEF will offer and sell its securities only in states where authorized. The offer is made solely by LCEF's Offering Circular. Investors should carefully read the Offering Circular, which more fully describes associated risks. StewardAccount access services are offered through UMB Bank n.a. Dedicated/ Demand Certificates and all StewardAccount products are not available to investors in South Carolina. The Family Emergency StewardAccount is known as the Family StewardAccount in the State of Ohio. ConnectPLUS Fixed-Rate Term Note is not available to investors in Ohio and Pennsylvania. UMB Bank n.a. serves as the custodian for the LCEF IRA/HSA programs.

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# Terms and Conditions

These are the Terms and Conditions of the following products ("Notes") issued by Lutheran Church Extension Fund-Missouri Synod ("LCEF") in effect as of the date of the current Offering Circular, which may be amended as herein provided:

- > Dedicated Certificates
- > Family Emergency StewardAccount® Certificates
- > Gold Tier StewardAccount Certificates
- > StewardAccount Certificates
- > Y.I. StewardAccount Certificates
- > FlexPlus Certificates
- > Floating-Rate Term Notes
- > Fixed-Rate Term Notes
- > Congregation Demand Certificates
- > Congregation StewardAccount Certificates

## General

LCEF promises, subject to these terms and conditions, to pay to the person(s) or entity(ies) named on an LCEF Investment Certification (hereinafter “Owner[s]”) the balance of the LCEF Note described on the same Investment Certification. This balance shall consist of the sum of the original investment amount and any subsequent investments, plus all subsequent interest added to and not previously paid, and decreased by whole or partial redemptions. LCEF will pay this balance within 30 days of written demand by the Owner(s) for Dedicated Certificates, Family Emergency StewardAccounts, Gold Tier StewardAccounts, StewardAccounts, Y.I. StewardAccounts, FlexPlus Certificates, Congregation Demand Certificates, Congregation StewardAccounts and for all other Notes at the end of their term, or if renewed as herein provided, at the end of any renewal term.

These Notes and their obligation to pay are issued and arise, respectively, in the state of Missouri and shall be interpreted and construed under the laws of the state of Missouri. These Notes are not FDIC-insured bank deposit accounts. Except in the case of Individual Retirement Accounts (“IRAs”), Health Savings Accounts (“HSAs”) and Notes held in trust and any Notes held by entities, any provisions of these Notes or in any separate instruments for the payment of amounts due hereunder upon the death of the Owner(s) shall be construed and applied in accordance with the Missouri Nonprobate Transfers Law.

Any notice required to be given by LCEF shall be deemed validly given if mailed separately or included as a component part of any other document customarily mailed to the Owner(s), including the Offering Circular, at the address furnished to LCEF by Owner(s) on the Note application or at such other address as the Owner(s) may subsequently provide LCEF. Any such notice shall be deemed to have been given on the date on which it was mailed.

LCEF may call these Notes at any time by giving at least 60 days’ written notice, at the end of which time interest shall cease to accrue. These Notes are non-negotiable and may be assigned only with LCEF’s written consent.

In order to redeem these Notes, all Owners must provide LCEF at its office in St. Louis, Missouri, either written notice or such other notice acceptable to LCEF of their intent to redeem.

A statement detailing each investment, redemption, fee, interest paid or added to principal, and balance of these Notes will be mailed or otherwise made available to the Owner(s) at least annually.

LCEF reserves the right to assess fees and/or change existing fees on all Notes upon 30 days’ written notice. To view fees related to an investment product, refer to the **Fee Schedule** at [lcef.org](http://lcef.org).

All provisions, rules and regulations and other conditions of the Investment Application and Investment Certification apply to the extent therein set forth for each Note.

## Interest

Fixed-Rate Term Notes other than those issued with a “Stepped Interest Rate” will earn a fixed rate of interest as specified in the initial investment certification during their entire initial term, and if applicable, during any renewal term at the rate specified in accordance with LCEF’s then current written procedures for such Notes.

ConnectPLUS Term Notes will earn a fixed rate of interest as specified in the initial investment certification for the first \$50,000, and a second-tier fixed rate on the balance over \$50,000 during the two-year term. PartnerPLUS Term Notes will earn a fixed rate of interest as specified in the initial investment certification for the first \$50,000, and a second-tier fixed rate on the balance over \$50,000 during the selected two- or four-year term. Account documentation (investment certification, statements, etc.) will display a blended rate when the balance exceeds the maximum amount of the first tier.

Fixed-Rate Term Notes issued with a “Stepped Interest Rate” permit the Owner(s) to exercise a one-time option to adjust the interest rate on the Note to the fixed rate of interest then payable on newly issued Notes of that same type and term. Such Notes issued with a “Stepped Interest Rate” will earn the fixed rate of interest as specified in the initial investment certification during their entire initial term unless and until the Owner(s) notify(ies) LCEF of intent to exercise the one-time “Stepped Interest Rate” option. Upon LCEF’s receipt of such notice, such Note shall earn the fixed rate of interest then payable on newly issued Notes of that same type and term during the entire remaining portion of such Note’s initial term, and if applicable, during any renewal term at the rate specified in accordance with LCEF’s then current written procedures for such Notes.

The following certificates, Dedicated Certificate, Family Emergency StewardAccount, Gold Tier StewardAccount, StewardAccount, Y.I. StewardAccount, FlexPlus Certificate, Floating Rate-Term Note, Congregation Demand Certificate and Congregation StewardAccount, shall bear interest at a variable rate of interest that may be adjusted monthly, in accordance with LCEF’s then current written procedures for such Notes. LCEF reserves the right upon 30 days’ written notice to change the method by which the interest rate is determined. Such interest rate changes include modifying the number and amounts of the minimum balances required for a certain rate of interest. LCEF may also change the frequency and method by which the interest rate is calculated and how frequently interest is paid to the Owner(s) or added to the principal investment. The written notice shall provide the Owner(s) the option of redeeming the Note’s entire balance without any interest penalty, with the last interest payment paid at the rate previously in effect, provided the Owner(s) notify(ies) LCEF in writing about this redemption within the same 30-day period.

For all Notes, interest will be paid or added to principal no less frequently than every three months. Interest shall be

added to principal unless the Owner(s) elect(s) to have the interest be paid to the Owner(s) either in the application for the Note or in any subsequent written notice received by LCEF. However, in the case of FlexPlus Certificates, Family Emergency StewardAccounts, Gold Tier StewardAccounts, StewardAccounts and Y.I. StewardAccounts, interest shall be added to the principal. Penalty-free redemptions of the interest added to principal during a Note’s current term may be withdrawn at any time during that term.

## Additional Investments

While many of the investment products allow additional funds to be added, LCEF reserves the right to restrict additional investments to “new money” on certain products. This means that internal transfers between some LCEF investments may be prohibited. Some examples of products that require “new money” include but are not limited to the following: ConnectPLUS and PartnerPLUS Term Notes and Gold Tier StewardAccounts.

Additional investments of any amount may be made at any time to the following products: Dedicated Certificates, StewardAccounts, Family Emergency StewardAccounts, Gold Tier StewardAccounts, Y.I. StewardAccounts, FlexPlus Certificates\*, Congregation Demand Certificates and Congregation StewardAccounts.

ConnectPLUS and PartnerPLUS Term Notes permit additional investments at any time in the amount of \$25 or more **during the initial term only**. Floating-Rate Term Notes permit additional investments at any time in the amount of \$25 or more. The Family Emergency StewardAccount requires a monthly electronic investment of \$25 or more until the account balance reaches \$10,000. At that time, the investor may request LCEF to discontinue the monthly investment requirement. No other Notes accept additional investments.

Additional investments to the above-described Notes may be made via the automated clearinghouse (“ACH”) or by any manner acceptable to LCEF. Owners may also transfer amounts to or from **eligible** LCEF Notes via *MyAccount*, an online financial service provided by LCEF. LCEF, in its discretion at any time, may refuse to accept further investments in these Notes or may limit the amount thereof.

## Redemptions

Penalty-free redemptions of any amount may be made only from Dedicated Certificates, Family Emergency StewardAccounts, Gold Tier StewardAccounts, StewardAccounts, Y.I. StewardAccounts, FlexPlus Certificates\*, Congregation Demand Certificates and Congregation StewardAccounts. Such redemptions may be made via ACH or by any other means acceptable to LCEF. Any redemption made by means of the check-writing service from a StewardAccount, Family Emergency StewardAccount, Gold Tier StewardAccount, Y.I. StewardAccount, FlexPlus Certificate or Congregation

\*FlexPlus is subject to IRS HSA regulations.