

Amendment to the CollegeSure® CD Product Disclosure

Please file this Supplement to the CollegeSure® CD Certificate of Deposit Terms and Conditions Dated December 2020 with your records.

CollegeSure CD Terms and Conditions

THE PARAGRAPH ENTITLED “MATURITY DATE” IS REPLACED IN ITS ENTIRETY AS FOLLOWS:

Maturity Date: If your investment option consists of CollegeSure® CDs with an original maturity date on or before July 31, 2025, the maturity of your CollegeSure CD will not change.

If your investment option consists of CollegeSure CDs with an original maturity date on or after July 31, 2026, we will accelerate those CDs to mature on July 31, 2025. This means all outstanding CollegeSure CDs with a July 31, 2026 or later maturity date will receive a single interest payment.

July 31, 2025	standard schedule maturity
July 31, 2026 and after	accelerated schedule maturity

THE PARAGRAPH ENTITLED “INTEREST RATE” IS REPLACED IN ITS ENTIRETY AS FOLLOWS:

Interest Rate. CollegeSure® CDs pay interest each year they remain outstanding. The interest rate was established July 31, 2017, and serves as the Floor Rate for the remaining term of the CollegeSure® CD. Your Floor Rate will never be less than zero percent.

The interest rate will adjust each August 1 based upon the prior year rate and the change in the July 31 college inflation rate, as measured by the College Board’s Independent College 500® Index (IC 500®) subject to the Floor Rate. The IC 500® index is published online at www.collegesavings.com.

If your investment option consists of CollegeSure CDs with an original maturity date on or after July 31, 2026, we will accelerate those CDs to mature on July 31, 2025. This means all outstanding CollegeSure CDs with a July 31, 2026 or later maturity date will receive a single interest payment.

THE PARAGRAPH ENTITLED “ANNUAL PERCENTAGE YIELD (APY)” IS REPLACED IN ITS ENTIRETY AS FOLLOWS:

Annual Percentage Yield (APY). The Annual Percentage Yield (APY) for your CollegeSure CD, calculated based on the issue date and the original maturity term, are as follows, compounded annually:

CollegeSure CDs issued on or before March 28, 2011	4.5% APY
CollegeSure CDs issued after March 28, 2011	2.0% APY

This single interest payment exceeds the original CollegeSure CD interest rate floor guarantee. The CollegeSure CD will no longer earn interest after July 31, 2025.

THE PARAGRAPH ENTITLED “OPTIONS AT MATURITY” IS REPLACED IN ITS ENTIRETY AS FOLLOWS:

Options at Maturity. We will provide written notification at least 60 days before the Maturity Date. You must provide written instructions at least 30 days prior to the Maturity Date if you would like the proceeds upon maturity of the CollegeSure CD to be invested other than in accordance with the default action described below. If you provide instructions in good order, funds will be disbursed from your Account no later than the first Exchange Business Day following the Maturity Date. If we do not receive instructions at maturity, we will hold the matured funds in a CollegeSure Honors Savings Account until you provide distribution or other investment instructions.

NOTE: Instructions received during the Black Out Date time periods (three business days prior to the Default Transfer Date) will not be honored.

Alternatively, you may choose one of the following options at maturity:

- Rollover the matured funds to AZ529 Plan, Arizona’s Education Savings Plan (managed by Fidelity Investments); or into an Account in another 529 plan;
- Take a Qualified or Non-Qualified Distribution of the funds. Please note any actions other than taking a Qualified or Non-Qualified Distribution or the default action stated above, could be considered one of your twice per calendar year investment exchanges and could therefore be subject to the restrictions described in Maintaining and Making Changes to Your Account on page 23 of AZ529 Arizona’s Education Savings Plan—Bank Plan Disclosure Dated December 15, 2011.

A rollover to another 529 plan could result in a loss of FDIC coverage and may incur additional fees.

THE PARAGRAPH ENTITLED “EARLY WITHDRAWAL” IS REPLACED IN ITS ENTIRETY AS FOLLOWS:

Early Withdrawal. Upon 30 days prior written notice, you may take a Qualified or Non-Qualified Distribution, in whole or in part prior to the Maturity Date. If you prefer to not accept the accelerated maturity rate you may withdraw all or part of your CollegeSure CD prior to July 31, 2025. You will receive the existing guaranteed floor rate and will not incur any early redemption penalty.

Questions. Client Service Representatives can be reached Monday through Friday from 9AM EST – 6PM EST.

- Phone: 800-888-2723
- Fax: 214-481-1289
- Website: www.collegesavings.com
- Mail: 2515 McKinney Ave, Suite 1100, Dallas, TX 75201

The College Board’s Independent College 500 IC 500® Index (IC 500®), published annually in July, describes the average total charge and annual rate of change for tuition, fees, room and board incurred by full-time freshman at the 500 independent four-year institutions which provide housing for at least 15% of their students, and whose aggregate charges for tuition, fees, room and board, multiplied by the number of full-time students, are the largest among all independent colleges. (It should be noted that students incur expenses at college beyond those included in the Index: transportation, books and supplies, personal care, for example).

This Index is one of several prepared by the College Board, using data collected in its Annual Survey of Colleges, which is intended to facilitate analysis and forecasting of college charges in various segments of higher education. The IC 500 Index is not necessarily representative of higher education institutions as a whole, nor of all independent institutions. A brochure describing its technical construction is available by mail upon request.

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