

**SECURITY AGREEMENT -  
CLASSIC CREDIT CARD**

<p>This Credit Card Security Agreement (“Security Agreement”), along with the Credit Card Agreement and your Account Opening Disclosures, are an agreement between you and Canvas Credit Union. This Security Agreement is incorporated fully into the Credit Card Agreement. Terms not otherwise defined in this Security Agreement have the same meaning as those defined in the Credit Card Agreement.</p>	
<p><b>Grant of Security Interest to Canvas</b></p>	<p>I hereby grant to Canvas, as a condition of Canvas extending credit to me, a security interest in the Certificate of Deposit account (“Security Certificate”) described in this Security Agreement. Additionally, I grant to Canvas a security interest in any other funds I have on deposit with Canvas, as described in this Security Agreement. I agree to take any actions requested by Canvas to perfect or protect the first lien position of Canvas’s security interest, and I hereby waive any exemptions applicable to my rights and/or obligations in connection with the funds.</p>
<p><b>Description of Collateral</b></p>	<p>The following is a description of the collateral that comprises the security interest: Security Certificate:</p> <p>Other deposit accounts:</p>
<p><b>Credit Limit</b></p>	<p>Your credit limit will be less than, or equal to, the amount you deposited into the Security Certificate. You may not withdraw funds from the Security Certificate while this Security Agreement is in effect. We may allow you to deposit additional funds into the Security Certificate under the terms and conditions of the disclosures you received when you opened your security account, but we may limit the amount of additional funds you may deposit and when you may deposit those funds.</p>
<p><b>Release of Funds and Security Interest in Security Certificate</b></p>	<p>The Security Certificate is a Certificate of Deposit account which matures at 24 (twenty-four) months. If you do not take any further action, the Security Certificate and this Security Agreement will renew for successive terms of 24 (twenty-four) months until the agreement is terminated. You may terminate this Security Agreement by giving us written notice within 30 (thirty) days prior to the maturity date of the Security Certificate, or within 10 (ten) days after the maturity date of the Security Certificate, if you have no outstanding balance or unpaid fees or other charges on your account. You may also terminate this Security Agreement and withdraw funds from the Security Certificate if you are eligible for another Canvas MasterCard® Account and transfer the balance from your Classic Card to that new Account. If you are eligible and you elect to terminate your Classic Card Account by transferring the balance to another Card Account, Canvas may, at its sole discretion, waive the balance transfer fee(s) associated with transferring your balance to the new Account. Our general security interest in funds you have on deposit with Canvas, and our right to set off obligations against those funds, will apply to any new Card Account you open with us.</p>

<p><b>Our Right to Set Off</b></p>	<p>In addition to the security interest we have in your Security Certificate funds, we may set off against any accounts you own in your name (including matured and unmatured time accounts) for any credit card obligation you owe us, whether due or not, at any time and for any reason as allowed by law. This includes, as permitted by law, both secured and unsecured debts and debts you owe individually or together with someone else. If there is more than one owner of your deposit account(s), this includes the debts and liabilities of any owner without regard to your contribution to the funds on deposit in the account(s). Our right to set off does not include health savings accounts, retirement accounts, or educational savings accounts.</p>			
<p><b>Default</b></p>	<p>In addition to the reasons for default listed in your Card Agreement, you will be in default of this Security Agreement and your Card Agreement if you grant a security interest or lien in the funds described in Paragraph 2 to any other party, or take any other action to jeopardize Canvas's interest in the funds.</p>			
<p><b>Application of Funds to Your Account</b></p>	<p>If your Card Account is closed by you or by us, or you are in default on your Account, we may apply the funds which are the subject of this Security Agreement to any outstanding balance on your Account. If you have an outstanding balance after the funds are applied, you will still be responsible for the balance and you may still be in default.</p>			
<p><b>Bankruptcy</b></p>	<p>Notwithstanding the provisions of this Security Agreement, we will follow all applicable laws and regulations if your Card Account or the funds subject to this Security Agreement become subject to any bankruptcy proceeding.</p>			
<p><b>Authorized Signature</b></p>	<p>My signature below indicates that I have read the above Security Agreement and that I understand its terms. I am granting a Security Interest to Canvas in the collateral described above.</p> <table border="1" data-bbox="349 1014 1507 1098"> <tr> <td data-bbox="349 1014 927 1098"> <p>Authorized Signature:</p> </td> <td data-bbox="927 1014 1507 1098"> <p>Date:</p> </td> </tr> </table>		<p>Authorized Signature:</p>	<p>Date:</p>
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Rev. 6/13/17