CATALYST Strategic Solutions

August 2023

# DIVIDEND GUIDELINES

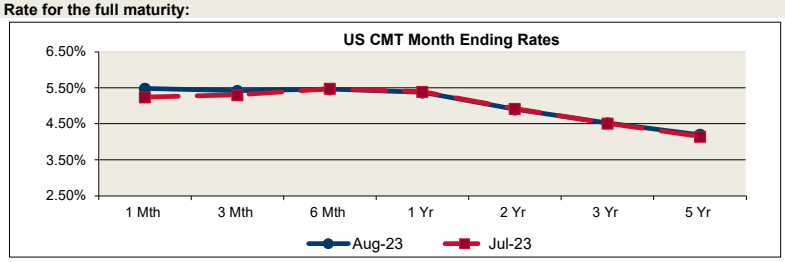
## Credit Union & Bank Averages

| Account Types | 5 Largest U.S. States | | | | | National | National | National | US Treasury | Average Spread (bps) to | |
|---|---|---|---|---|---|---|---|---|---|---|---|
| | CA | FL | IL | NY | TX | Average | High | Low | Curve | Yield Curve | 6 Mth CMT |
| MMKT >2.5K | 0.29% | 0.41% | 0.36% | 0.29% | 0.77% | 0.44% | 5.17% | 0.01% | 5.48% | -504 | -502 |
| MMKT >10K | 0.33% | 0.48% | 0.45% | 0.45% | 0.83% | 0.53% | 5.17% | 0.01% | 5.48% | -495 | -493 |
| MMKT >25K | 0.37% | 0.55% | 0.54% | 0.60% | 0.89% | 0.62% | 5.20% | 0.01% | 5.48% | -486 | -484 |
| MMKT >50K | 0.42% | 0.61% | 0.62% | 0.63% | 0.96% | 0.70% | 5.20% | 0.01% | 5.48% | -478 | -476 |
| MMKT >100K | 0.51% | 0.70% | 0.72% | 0.69% | 1.16% | 0.86% | 5.25% | 0.00% | 5.48% | -462 | -460 |
| Regular Sav >2.5K | 0.09% | 0.12% | 0.13% | 0.16% | 0.33% | 0.18% | 5.02% | 0.01% | 5.48% | -530 | -528 |
| Int Checking >2.5K | 0.04% | 0.08% | 0.10% | 0.04% | 0.18% | 0.11% | 10.00% | 0.00% | 5.48% | -537 | -535 |
| IRA Shares >2.5K | 0.26% | 0.25% | 0.35% | 0.31% | 0.49% | 0.38% | 6.06% | 0.01% | 5.48% | -510 | -508 |
| 3 Month CD >10K | 1.25% | 1.22% | 0.73% | 1.06% | 1.62% | 1.05% | 6.18% | 0.01% | 5.42% | -437 | -441 |
| 6 Month CD >10K | 1.02% | 1.24% | 0.85% | 1.24% | 2.00% | 1.35% | 6.00% | 0.01% | 5.46% | -411 | -411 |
| 1 Year CD >10K | 1.41% | 1.42% | 1.12% | 1.72% | 2.24% | 1.69% | 12.00% | 0.01% | 5.37% | -368 | -377 |
| 2 Year CD >10K | 1.25% | 1.26% | 1.10% | 1.39% | 2.12% | 1.53% | 24.00% | 0.01% | 4.90% | -337 | -393 |
| 3 Year CD >10K | 1.23% | 1.21% | 1.11% | 1.27% | 1.92% | 1.45% | 5.49% | 0.01% | 4.52% | -307 | -401 |
| 4 Year CD >10K | 1.18% | 1.18% | 1.10% | 1.28% | 1.78% | 1.41% | 5.59% | 0.01% | 4.20% | -279 | -405 |
| 5 Year CD >10K | 1.27% | 1.23% | 1.19% | 1.29% | 1.88% | 1.49% | 5.80% | 0.01% | 4.20% | -271 | -397 |

**Yield Curve rate for Non-Maturity Deposits is 1 Mth CMT**

**Yield Curve for CD accounts is the US Treasury Rate for the full maturity:**

| | Month Beginning | |
|---|---|---|
| | **Aug-23** | **Jul-23** |
| **1 Mth** | **5.48%** | **5.24%** |
| **3 Mth** | **5.42%** | **5.30%** |
| **6 Mth** | **5.46%** | **5.48%** |
| **1 Yr** | **5.37%** | **5.39%** |
| **2 Yr** | **4.90%** | **4.92%** |
| **3 Yr** | **4.52%** | **4.51%** |
| **5 Yr** | **4.20%** | **4.15%** |




*CMT: Constant Maturity Treasury*

Sources:

*State and National Average Rates for CUs and Banks obtained from S&P Capital*

*US Treasury rates obtained from BLOOMBERG*

## Dividend Rate Guidance

| Account Types | Spread (bps) to: 6 Mth CMT* | Dividend Rate Ranges** | | |
|---|---|---|---|---|
| MMKT >2.5K | -502 | 0.36% | to | 0.48% |
| MMKT >10K*** | -493 | 0.45% | to | 0.57% |
| MMKT >25K | -484 | 0.54% | to | 0.66% |
| MMKT >50K | -476 | 0.62% | to | 0.74% |
| MMKT >100K | -460 | 0.78% | to | 0.90% |
| Regular Sav >1K | -528 | 0.00% | to | 0.10% |
| Regular Sav >5K*** | -528 | 0.10% | to | 0.22% |
| Regular Sav >10K | -528 | 0.22% | to | 0.35% |
| Regular Sav >25K | -528 | 0.35% | to | 0.47% |
| Int Checking <5K | -543 | 0.00% | to | 0.03% |
| Int Checking >5K*** | -535 | 0.03% | to | 0.15% |
| Int Checking >10K | -523 | 0.15% | to | 0.28% |
| Int Checking >25K | -510 | 0.28% | to | 0.40% |
| IRA Shares >2.5K | -508 | 0.17% | to | 0.30% |
| IRA Shares >10K*** | -508 | 0.30% | to | 0.42% |
| IRA Shares >25K | -508 | 0.42% | to | 0.55% |
| IRA Shares >50K | -508 | 0.55% | to | 0.67% |
| IRA Shares >100K | -508 | 0.67% | to | 0.80% |
| 3 Month CD >10K**** | -441 | 0.90% | to | 1.15% |
| 6 Month CD >10K**** | -411 | 1.20% | to | 1.45% |
| 1 Year CD >10K**** | -377 | 1.54% | to | 1.79% |
| 2 Year CD >10K**** | -393 | 1.38% | to | 1.63% |
| 3 Year CD >10K**** | -401 | 1.30% | to | 1.55% |
| 5 Year CD >10K**** | -397 | 1.34% | to | 1.59% |

**6 Month Forward CMT Rate for** **Sep-23** **5.44%**

Notes

* Spread ranges are obtained from Credit Union Rates less the 6 Mth CMT

** All dividend rate projections are based off of the 6 Mth Forward CMT

*** Range should reflect non-tiered account pricing

**** The pricing for Share Certificates and IRA Certificates should be the same