

In this month's Investor Update, **we would like to introduce you to a new interest-yielding account** that we are preparing to rollout. We'd like to get your feedback on this investment opportunity. **It is your chance to help us custom-build this product to fit your needs.**

The best analogy for what it resembles is a hybrid Money Market and CD account.

Introducing...



Liberty 3

How does it work?

A Liberty 3 account would allow you to access a portion of your deposit in the account with a 3-Day Notice (think Money Market) and have the remaining portion available to you with a 180-Day Notice (think CD).

Here's how it would work. Let's say you were going to deposit \$100,000 into your account. You would tell us what portion of the \$100,000 you want in the quick-access 3-Day account and what portion you want in the 180-Day account. **The 3-Day will earn 2.69% interest and the 180-Day will earn 5.19%.** The only restriction on withdrawing some or all of your money from the 3-Day account is that you can only withdraw once per month. It is that simple.

Who is it for?

Do you have idle money sitting around in a CD or a savings, checking, or money market account or somewhere else making only 2% or less? Many of us do, and since the money is earning very little, it is barely keeping up with inflation. But you can't have all your money tied up in investments because **everyone needs a liquid cash reserve, in case of emergencies or unexpected expenses.** That's how we came up with the idea for the Liberty 3 account. **It ensures you'll have money on hand when you need it, without the downside of having idle money.**

How safe will it be?

The money will be secured by real estate with a Loan to Value of 70% or less.

What's the minimum investment?

\$25,000 is the minimum balance to keep your account open.

Can I make additional deposits?

You can make additional deposits once a month of \$1,000 or more.

Can I move money between the 3-Day and 180-Day accounts?

Once a year in July, you will be able to move dollars from one account to another. The amount you have in each account is completely up to you and **you are not required to have money in both accounts.**

What is the interest rate based on?

Once a year in July, the **interest rate will be adjusted according to the 12-month July LIBOR index.** The 3-Day account is based on the 12-month July LIBOR plus 0.5% and the 180-Day account is plus 3.0%. The 2019 12-month July LIBOR is 2.19%, making the current interest rates:

3-Day	2.69%
180-Day	5.19%

What if I need to withdraw my 180-Day account money earlier?

If money is requested to be withdrawn in less than 180 days, a best effort will be made to withdraw the money as quickly as possible. A daily penalty will be applied at

the rate of (Daily Interest Paid) x (Number of Days Withdrawn Early). For example, if money was withdrawn 60 days early of the 180-day withdrawal period, then the penalty would be the daily interest rate paid multiplied by 60. The penalty will be deducted from the withdrawn amount.

If you have any feedback on this investment option, please get in touch with us. We would love to hear your thoughts before we roll this out.

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Until next time,



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