

Interest

(a) The interest charge (which is a Finance Charge based on an Annual Percentage Rate) is the amount we add to your Account for allowing you to pay only a portion of your balance each month. An interest charge begins to accrue when the purchase is posted to your Account. You will not incur any interest charge if your balance at the end of the billing cycle is paid in full within 25 days after the billing cycle. The applicable Annual Percentage Rates are shown in the table below. There is no annual fee for the Card.

| State of Residence | Dollar Amounts or Balances | Annual Percentage Rate (APR) | Daily Periodic Rate |
|-----------------------|----------------------------|------------------------------|---------------------|
| All States Not Listed | All | 18% | .049315% |
| MN | All | 16% | .0438356% |
| AR | All | 5% | .0136986% |
| MD, TX, WV | All | 12% | .0328767% |
| CT, PA | All | 15% | .0410958% |

(b) Unless prohibited by applicable law, if interest charges are imposed and the total interest that results from application of the calculation in the next section is less than \$0.50, we will impose a Minimum Interest Charge of \$0.50 (which is a Finance Charge).