

Citizens Bank & Trust
Discretionary Overdraft Privilege Disclosure

It is the policy of Citizens Bank & Trust to comply with all applicable laws and regulations and to conduct business in accordance with applicable safety and soundness standards.

We want to educate you on the overdraft coverage available in the event funds do not exist in your checking account to cover a purchase or transaction. We have several ways these transactions can be covered:

- 1) We can set up an Account Sweep Transfer from a statement savings, money market or separate checking account, and funds will be transferred to cover the transaction that would overdraw your checking account. There is a \$7.00 Sweep Transfer Charge for each occurrence.
- 2) You can apply for a small, unsecured line of credit called Cash KIT that would be available to cover you when a transaction overdraws your account. There is an interest charge assessed on funds that are transferred from Cash KIT to your checking account to cover the transaction that will overdraw your account. The amount of the interest charge will be based upon the Cash KIT contract.
- 3) We also have our Overdraft Privilege program in which we will strive to pay check and auto draft items for you when funds are not available in your account. When an account has insufficient funds, a \$34.50 fee is charged for every non-sufficient fund (NSF) item whether the item is paid or returned unpaid. It is the obligation of the institution to operate in accordance with all safety and soundness standards. Therefore, a continual evaluation of all accounts is performed to determine if it is financially sound to honor items that may cause an overdraft situation for a particular account. The account criteria evaluated are:
 - * Age of Account;
 - * Deposit Balances;
 - * Deposit Regularity;
 - * Previous Overdraft Activity;
 - * Account status relating to any legal or administrative order of levy;
 - * Status of Loan Obligations with Citizens Bank & Trust; and
 - * Type of Account.
- 4) We can extend this account feature to your everyday debit and ATM transactions with your acknowledgment. If you choose to request this service and funds do not exist in your account, we will strive to pay those everyday debit purchases and ATM transactions. If we do need to cover an item for you, you would be charged a NSF Paid Item fee of \$34.50 per transaction that overdraws your account.

Citizens Bank & Trust will have the discretion to cover any items, defined as checks, ATM withdrawals, Point of Sale (POS) or debit card transactions, preauthorized debits, or any other electronic transactions, presented for payment if the account does not contain sufficient collected and/or available funds. The payment by Citizens Bank & Trust is a discretionary courtesy and not a right of the customer or an obligation of Citizens Bank & Trust. Citizens Bank & Trust, in its sole and absolute discretion, can cease paying overdrafts at any time without prior notice of reason or cause. Should a check be submitted or a transaction is made for funds exceeding what is available in the account, pursuant to the Terms and Conditions of Your Account, the Depositor and each Authorized Signatory will continue to be liable, jointly and severally, for the amount of any overdraft and applicable fees immediately.

Transactions may not be processed in the order in which they occurred, and the order in which transactions are received and processed may impact the total amount of fees incurred. Our standard NSF Paid Item fee of \$34.50 will be imposed for overdrafts created by checks, ACH, ATM withdrawals, everyday debit card transactions, in-person withdrawals, or by other electronic means. If your account is overdrawn for six or more consecutive business days, we will charge an additional \$3.00 for each of the consecutive business days the account remains overdrawn. The maximum amount of NSF Paid Item and NSF Returned Item fees that will be charged to a customer's account is \$200.00 per day. We do not charge a NSF Paid Item fee if a consumer account is overdrawn by \$5.00 or less on any given day. It is the obligation of the account holder to keep their account in good standing with Citizens Bank & Trust and to bring their account to a positive balance immediately should an overdraft situation occur, without notice or demand from Citizens Bank & Trust. These limitations do not apply to business accounts.

If the account holder would prefer that Citizens Bank & Trust not honor any items when there are not sufficient funds in the account, the account holder may opt out of this discretionary service by contacting Citizens Bank & Trust and expressing this preference. In order to avoid overdrafts due to ATM and everyday debit card transactions, Citizens Bank & Trust will place a hold on your account for any ATM or everyday debit card transaction authorized until the transaction settles. ATM and everyday debit card transactions usually settle within two business days after the transaction is authorized. The amount of the hold will be for the amount authorized, or as permitted under applicable payment network rules. Holds on authorized ATM and everyday debit card transactions will be removed prior to settlement where required by applicable payment network rules. The account holder is fully aware that without this discretionary service or some other form of overdraft protection, such as an account sweep transfer or Cash KIT line of credit (which is offered to qualified accounts), any items presented that overdraw the account may be returned unpaid with the \$34.50 NSF Returned Item fee charged to the account for each item.

The Terms and Conditions of Your Account prescribes the duties, obligations and rights of the Depositor, as well as the Authorized Signatories and Citizens Bank & Trust with regard to the account. The Terms and Conditions of Your Account supersede any other policy in any potential conflict of interests.