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**STATE BANK  
PRIVACY NOTICE**

Rev. 04/01/2015

<b>Facts</b>							
<b>WHAT DOES STATE BANK DO WITH YOUR PERSONAL INFORMATION?</b>							
<b>Why ?</b>	Financial companies choose how they share your personal information. Federal law gives consumers the right to limit some but not all sharing. Federal law also requires us to tell you how we collect, share and protect your personal information. Please read this notice carefully to understand what we do.						
<b>What ?</b>	<p>The types of personal information we collect and share depends on the product or service you have with us. This information can include:</p> <table style="width: 100%; border: none;"> <tr> <td style="width: 50%;">---Social Security Number</td> <td style="width: 50%;">---Payment History</td> </tr> <tr> <td>---Income</td> <td>---Credit History</td> </tr> <tr> <td>---Account balances</td> <td>---Credit Scores</td> </tr> </table> <p>When you are no longer our customer, we continue to share your information as described in this notice.</p>	---Social Security Number	---Payment History	---Income	---Credit History	---Account balances	---Credit Scores
---Social Security Number	---Payment History						
---Income	---Credit History						
---Account balances	---Credit Scores						
<b>How ?</b>	All financial institutions need to share customers' personal information to run their everyday business. In the section below, we list the reasons financial institutions can share their customers' personal information; the reasons we choose to share; and whether you can limit this sharing.						

Reasons we can share your personal information	Does State Bank share?	Can you limit this sharing?
For our everyday business purposes - such as to process your transactions, maintain your account(s), respond to court orders and legal investigations, or report to credit bureaus	YES	NO
For our marketing purposes - to offer our products and services to you	YES	NO
For joint marketing with other financial companies	NO	WE DO NOT SHARE
For our affiliates' everyday business purposes - information about your transactions and experiences	NO	WE DO NOT SHARE
For our affiliates to market to you	NO	WE DO NOT SHARE
For nonaffiliates to market to you	NO	WE DO NOT SHARE

<b>Question ?</b>	<b>Call 1-618-939-7195 or contact us at <a href="http://www.sbw.bank">www.sbw.bank</a></b>
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**Who we are**

Who is providing this notice?	State Bank
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**What we do**

How does State Bank protect my personal financial information?	To protect your personal information from unauthorized access and use, we use security measures that comply with federal law. These measures include computer safeguards and secured files and buildings.
How does State Bank collect my personal information?	We collect your personal information, for example, when you ---Open an account or deposit money ---Pay your bills or apply for a loan ---Use your credit or debit card
Why can't I limit all sharing?	Federal law gives you the right to limit only ---sharing for affiliates' everyday business purposes - information about creditworthiness ---affiliates from using your information to market to you ---sharing for nonaffiliates to market to you State laws and individual companies may give you additional rights to limit sharing.

**Definitions**

Affiliates	Companies related by common ownership or control. They can be financial and nonfinancial companies. ---State Bank does not share with our affiliates
Non-affiliates	Companies not related by common ownership or control. They can be financial and nonfinancial companies. --State Bank does not share with non-affiliates so they can market to you
Joint marketing	A formal agreement between nonaffiliated financial companies that together market financial products or services to you. ---State Bank does not jointly market

# Terms and Conditions of Your Account

## Important Information about Procedures for Opening a New Account

To help the government fight the funding of terrorism and money laundering activities, federal law requires all financial institution to obtain, verify and record information that identifies each person who opens an account.

What this means for you: When you open an account, we will ask for your name, address, date of birth, and other information that will allow us to identify you. We may also ask to see your driver's license or other identifying documents.

## Agreement

This document, along with any other documents we give you pertaining to your account(s), is a contract (also referred to as "this agreement") that establishes rules which control your account(s) with us. Please read this carefully and retain it for future reference. If you open the account (whether in-person, electronically, or by any other method permitted by us) or continue to use the account after receiving a notice of change or amendment, you agree to these rules. You will receive a separate schedule of rates, qualifying balances, and fees if they are not included in this agreement. If you have any questions, please ask us.

This agreement is subject to applicable federal laws, the laws of the state of Illinois and other applicable rules such as the operating letters of the Federal Reserve Banks and payment processing system rules (except to the extent that this agreement can and does vary such rules or laws). The body of state and federal law that governs our relationship with you, however, is too large and complex to be reproduced here. The purpose of this agreement is to:

1. summarize some laws that apply to common transactions;
  2. establish rules to cover transactions or events which the law does not regulate;
  3. establish rules for certain transactions or events which the law regulates but permits variation by agreement;
- and
4. give you disclosures of some of our policies to which you may be entitled or in which you may be interested.

If any provision of this agreement is found to be unenforceable according to its terms, all remaining provisions will continue in full force and effect. We may permit some variations from our standard agreement, but we must agree to any variation in writing either on the signature card for your account or in some other document. Nothing in this agreement is intended to vary our duty to act in good faith and with ordinary care when required by law.

As used in this agreement the words "we," "our," and "us" mean the financial institution and the words "you" and "your" mean the account holder(s) and anyone else with the authority to deposit, withdraw, or exercise control over the funds in the account. However, this agreement does not intend, and the terms "you" and "your" should not be interpreted, to expand an individual's responsibility for an organization's liability. If this account is owned by a corporation, partnership or other organization, individual liability is determined by the laws generally applicable to that type of organization. The headings in this agreement are for convenience or reference only and will not govern the interpretation of the provisions. Unless it would be inconsistent to do so, words and phrases used in this agreement should be construed so the singular includes the plural and the plural includes the singular.

## Liability

You agree, for yourself (and the person or entity you represent if you sign as a representative of another) to the terms of this account and the schedule of charges. You authorize us to deduct these charges, without notice to you, directly from the account balance as accrued. You will pay any additional reasonable charges for services you request which are not covered by this agreement.

Each of you also agrees to be jointly and severally (individually) liable for any account shortage resulting from charges or overdrafts, whether caused by you or another with access to this account. This liability is due immediately, and we can deduct any amounts deposited into the account and apply those amounts to the shortage. You have no right to defer payment of this liability, and you are liable regardless of whether you signed the item or benefited from the charge or overdraft.

You will be liable for our costs as well as for our reasonable attorneys' fees, to the extent permitted by law, whether incurred as a result of collection or in any other dispute involving your account. This includes, but is not limited to, disputes between you and another joint owner; you and an authorized signer or similar party; or a third party claiming an interest in your account. This also includes any action that you or a third party takes regarding the account that causes us, in good faith, to seek the advice of an attorney, whether or not we become involved in the dispute. All costs and attorneys' fees can be deducted from your account when they are incurred, without notice to you.

## Deposits

We will give only provisional credit until collection is final for any items, other than cash, we accept for deposit (including items drawn "on us"). Before settlement of any item becomes final, we act only as your agent, regardless of the form of indorsement or lack of indorsement on the item and even though we provide you provisional credit for the item. We may reverse any provisional credit for items that are lost, stolen, or returned. Unless prohibited by law, we also reserve the right to charge back to your account the amount of any item deposited to your account or cashed for you which was initially paid by the payor bank and which is later returned to us due to an allegedly forged, unauthorized or missing indorsement, claim of alteration, encoding error, counterfeit cashier's check or other problem which in our judgment justifies reversal of credit. You authorize us to attempt to collect previously returned items without giving you notice, and in attempting to collect we may permit the payor bank to hold an item beyond the midnight deadline. Actual credit for deposits of, or payable in, foreign currency will be at the exchange rate in effect on final collection in U. S. dollars. We are not responsible for transactions by mail or outside depository until we actually record them. We will treat and record all transactions received after our "daily cutoff time" on a business day we are open, or received on a day we are not open for business, as if initiated on the next business day that we are open. At our option, we may take an item for collection rather than for deposit. If we accept a third-party check or draft for deposit, we may require any third-party indorsers to verify or guarantee their indorsements, or indorse in our presence.

## **Withdrawals**

**Important Terms for Accounts Where More Than One Person Can Withdraw .** Unless clearly indicated otherwise on the account records, any of you, acting alone, who signs to open the account or has authority to make withdrawals may withdraw or transfer all or any part of the account balance at any time. Each of you (until we receive written notice to the contrary) authorizes each other person who signs or has authority to make withdrawals to indorse any item payable to you or your order for deposit to this account or any other transaction with us.

**Postdated Checks.** A postdated check is one which bears a date later than the date on which the check is written. We may properly pay and charge your account for a postdated check even though payment was made before the date of the check, unless we have received written notice of the postdating in time to have a reasonable opportunity to act. Because we process checks mechanically, your notice will not be effective and we will not be liable for failing to honor your notice unless it precisely identifies the number, date, amount and payee of the item.

**Checks and Withdrawal Rules.** If you do not purchase your check blanks from us, you must be certain that we approve the check blanks you purchase. We may refuse any withdrawal or transfer request which you attempt on forms not approved by us or by any method we do not specifically permit. We may refuse any withdrawal or transfer request which is greater in number than the frequency permitted by our policy, or which is for an amount greater or less than any withdrawal limitations. We will use the date the transaction is completed by us (as opposed to the date you initiate it) to apply any frequency limitations. In addition, we may place limitations on the account until your identity is verified. Even if we honor a nonconforming request, we are not required to do so later. If you violate the stated transaction limitations (if any), in our discretion we may close your account or reclassify your account as another type of account. If we reclassify your account, your account will be subject to the fees and earnings rules of the new account classification.

If we are presented with an item drawn against your account that would be a "substitute check," as defined by law, but for an error or defect in the item introduced in the substitute check creation process, you agree that we may pay such item.

**Cash Withdrawals.** We recommend you take care when making large cash withdrawals because carrying large amounts of cash may pose a danger to your personal safety. As an alternative to making a large cash withdrawal, you may want to consider a cashier's check or similar instrument. You assume full responsibility of any loss in the event the cash you withdraw is lost, stolen, or destroyed. You agree to hold us harmless from any loss you incur as a result of your decision to withdraw funds in the form of cash.

**Multiple Signatures, Electronic Check Conversion, and Similar Transactions.** An electronic check conversion transaction is a transaction where a check or similar item is converted into an electronic fund transfer as defined in the Electronic Fund Transfers regulation. In these types of transactions, the check or similar item is either removed from circulation (truncated) or given back to you. As a result, we have no opportunity to review the signatures or otherwise examine the original check or item. You agree that, as to these or any items as to which we have no opportunity to examine the signatures, you waive any requirement of multiple signatures.

**Notice of Withdrawal.** We reserve the right to require not less than 7 days' notice in writing before each withdrawal from an interest-bearing account, other than a time deposit or demand deposit, or from any other savings deposit as defined by Regulation D. (The law requires us to reserve this right, but it is not our general policy to use it.) Withdrawals from a time account prior to maturity or prior to any notice period may be restricted and may be subject to penalty. See your separately provided notice of penalty for early withdrawal.

## **Ownership of Account and Beneficiary Designation**

These rules apply to this account depending on the form of ownership and beneficiary designation, if any, specified on the account records. We reserve the right to refuse some forms of ownership and beneficiary designations on any or all of our accounts unless otherwise prohibited by law. We make no representations as to the appropriateness or

effect of the ownership and beneficiary designations, except as they determine to whom we pay the account funds. **Individual Account.** This is an account in the name of one person.

**Joint Account - With Survivorship.** (*And Not As Tenants In Common*). This is an account in the name of two or more persons. Each of you intend that when you die the balance in the account (subject to any previous pledge to which we have agreed) will belong to the survivor(s). If two or more of you survive, you will own the balance in the account as joint tenants with survivorship and not as tenants in common.

**Joint Account - No Survivorship.** (*As Tenants In Common*). This is owned by two or more persons, but none of you intend (merely by opening this account) to create any right of survivorship in any other person. We encourage you to agree and tell us in writing of the percentage of the deposit contributed by each of you. This information will not, however, affect the number of signatures necessary for withdrawal.

**Revocable Trust or Pay-On-Death Account.** If two or more of you create this type of account, you own the account jointly with survivorship. Beneficiaries of either of these account types cannot withdraw unless: (1) all persons creating the account die, and (2) the beneficiary is then living. If two or more beneficiaries are named and survive the death of the owner(s) of the account, such beneficiaries will own this account in equal shares, without right of survivorship. The person(s) creating either a Pay-On-Death or Revocable Trust account reserves the right to: (1) change beneficiaries, (2) change account types, and (3) withdraw all or part of the account funds at any time.

#### **Business, Organization, and Association Accounts**

Earnings in the form of interest, dividends, or credits will be paid only on collected funds, unless otherwise provided by law or our policy. You represent that you have the authority to open and conduct business on this account on behalf of the entity. We may require the governing body of the entity opening the account to give us a separate authorization telling us who is authorized to act on its behalf. We will honor the authorization until we actually receive written notice of a change from the governing body of the entity.

#### **Stop Payments**

The rules in this section cover stopping payment of items such as checks and drafts. Rules for stopping payment of other types of transfers of funds, such as consumer electronic fund transfers, may be established by law or our policy. If we have not disclosed these rules to you elsewhere, you may ask us about those rules.

We may accept an order to stop payment on any item from any one of you. You must make any stop-payment order in the manner required by law and we must receive it in time to give us a reasonable opportunity to act on it before our stop-payment cutoff time. Because the most effective way for us to execute a stop-payment order is by using an automated process, to be effective, your stop-payment order must precisely identify the number, date, and amount of the item, and the payee.

You may stop payment on any item drawn on your account whether you sign the item or not. Generally, if your stop-payment order is given to us in writing it is effective for six months. Your order will lapse after that time if you do not renew the order in writing before the end of the six-month period. If the original stop-payment order was oral your stop-payment order will lapse after 14 calendar days if you do not confirm your order in writing within that time period. We are not obligated to notify you when a stop-payment order expires.

If you stop payment on an item and we incur any damages or expenses because of the stop payment, you agree to indemnify us for those damages or expenses, including attorneys' fees. You assign to us all rights against the payee or any other holder of the item. You agree to cooperate with us in any legal actions that we may take against such persons. You should be aware that anyone holding the item may be entitled to enforce payment against you despite the stop-payment order.

Our stop-payment cutoff time is one hour after the opening of the next banking day after the banking day on which we receive the item. Additional limitations on our obligation to stop payment are provided by law (e. g., we paid the item in cash or we certified the item).

#### **Telephone Transfers**

A telephone transfer of funds from this account to another account with us, if otherwise arranged for or permitted, may be made by the same persons and under the same conditions generally applicable to withdrawals made in writing. Limitations on the number of telephonic transfers from a savings account, if any, are described elsewhere.

#### **Amendments and Termination**

We may change any term of this agreement. For such changes, we will give you reasonable notice in writing or by any other method permitted by law. We may also suspend or terminate a service or close this account at any time upon reasonable notice to you and, if we close the account, tender of the account balance personally or by mail. Reasonable notice depends on the circumstances, and in some cases, such as when we cannot verify your identity or we suspect fraud, it might be reasonable for us to give you notice after the change or account closure becomes effective. For instance, if we suspect fraudulent activity with respect to your account, we might immediately freeze or close your account and then give you notice. If we have notified you of a change in any term of your account and you continue to have your account after the effective date of the change, you have agreed to the new terms.

When you close your account, you are responsible for leaving enough money in the account to cover any outstanding items to be paid from the account.

Items presented for payment after the account is closed may be dishonored.

Note: Rules governing changes in interest rates are provided separately in the Truth-in-Savings disclosure or in another document. In addition, for changes governed by a specific law or regulation, we will follow the specific timing and format notice requirements of those laws or regulations.

### **Correction of Clerical Errors**

Unless otherwise prohibited by law, you agree, if determined necessary in our reasonable discretion, to allow us to correct clerical errors, such as obtaining your missing signature, on any account documents or disclosures that are part of our agreement with you. For errors on your periodic statement, please refer to the Statements section.

### **Notices**

Any written notice you give us is effective when we actually receive it, and it must be given to us according to the specific delivery instructions provided elsewhere, if any. We must receive any notice in time to have a reasonable opportunity to act on it. If a notice is regarding a check or other item, you must give us sufficient information to be able to identify the check or item, including the precise check or item number, amount, date and payee. Notice we give you via the United States Mail is effective when it is deposited in the United States Mail with proper postage and addressed to your mailing address we currently have on file. Notice we give you through your email of record, or other electronic method to which you agreed, will be treated as delivered to you when sent. Notice to any of you is notice to all of you.

### **Statements**

**Your Duty to Report Unauthorized Signatures (Including Forgeries and Counterfeit Checks) and Alterations on Checks and Other Items.** You must examine your statement of account with "reasonable promptness." If you discover (or reasonably should have discovered) any unauthorized signatures (including forgeries and counterfeit checks) or alterations, you must promptly notify us of the relevant facts. As between you and us, if you fail to do either of these duties, you will have to either share the loss with us, or bear the loss entirely yourself (depending on whether we used ordinary care and, if not, whether we substantially contributed to the loss). The loss could be not only with respect to items on the statement but other items with unauthorized signatures or alterations by the same wrongdoer. You agree that the time you have to examine your statement and report to us will depend on the circumstances, but will not, in any circumstance, exceed a total of 30 days from when the statement is first sent or made available to you.

You further agree that if you fail to report any unauthorized signatures or alterations in your account within 60 days of when we first send or make the statement available, you cannot assert a claim against us on any items in that statement, and as between you and us the loss will be entirely yours. This 60-day limitation is without regard to whether we used ordinary care. The limitation in this paragraph is in addition to that contained in the first paragraph of this section.

**Your Duty to Report Other Errors or Problems.** In addition to your duty to review your statements for unauthorized signatures and alterations, you agree to examine your statement with reasonable promptness for any other error or problem

- such as an encoding error or an unexpected deposit amount. Also, if you receive or we make available either your items or images of your items, you must examine them for any unauthorized or missing indorsements or any other problems.

You agree that the time you have to examine your statement and items and report to us will depend on the circumstances. However, this time period shall not exceed 60 days. Failure to examine your statement and items and report any errors to us within 60 days of when we first send or make the statement available precludes you from asserting a claim against us for any errors on items identified in that statement and as between you and us the loss will be entirely yours.

**Errors Relating to Electronic Fund Transfers or Substitute Checks** (*For consumer accounts only*). For information on errors relating to electronic fund transfers (e. g., online, mobile, debit card or ATM transactions) refer to your Electronic Fund Transfers disclosure and the sections on consumer liability and error resolution. For information on errors relating to a substitute check you received, refer to your disclosure entitled Substitute Checks and Your Rights.

**Duty to Notify if Statement Not Received.** You agree to immediately notify us if you do not receive your statement by the date you normally expect to receive it. Not receiving your statement in a timely manner is a sign that there may be an issue with your account, such as possible fraud or identity theft. Absent a lack of ordinary care by us, a failure to receive your statement in a timely manner does not extend the time you have to conduct your review under this agreement.

### **Reimbursement of Federal Benefit Payments**

If we are required for any reason to reimburse the federal government for all or any portion of a benefit payment that was directly deposited into your account, you authorize us to deduct the amount of our liability to the federal government from the account or from any other account you have with us, without prior notice and at any time, except as prohibited by law. We may also use any other available legal remedy to recover the amount of our liability.

## **Temporary Account Agreement**

If the account documentation indicates that this is a temporary account agreement, each person who signs to open the account or has authority to make withdrawals (except as indicated to the contrary) may transact business on this account. However, we may at some time in the future restrict or prohibit further use of this account if you fail to comply with the requirements we have imposed within a reasonable time.

## **Setoff**

We may (without prior notice and when permitted by law) set off the funds in this account against any due and payable debt any of you owe us now or in the future. If this account is owned by one or more of you as individuals, we may set off any funds in the account against a due and payable debt a partnership owes us now or in the future, to the extent of your liability as a partner for the partnership debt. If your debt arises from a promissory note, then the amount of the due and payable debt will be the full amount we have demanded, as entitled under the terms of the note, and this amount may include any portion of the balance for which we have properly accelerated the due date.

This right of setoff does not apply to this account if prohibited by law. For example, the right of setoff does not apply to this account if: (a) it is an Individual Retirement Account or similar tax-deferred account, or (b) the debt is created by a consumer credit transaction under a credit card plan (but this does not affect our rights under any consensual security interest), or (c) the debtor's right of withdrawal only arises in a representative capacity. We will not be liable for the dishonor of any check when the dishonor occurs because we set off a debt against this account. You agree to hold us harmless from any claim arising as a result of our exercise of our right of setoff.

## **Check Processing**

We process items mechanically by relying almost exclusively on the information encoded in magnetic ink along the bottom of the items. This means that we do not individually examine all of your items to determine if the item is properly completed, signed and indorsed or to determine if it contains any information other than what is encoded in magnetic ink. You agree that we have exercised ordinary care if our automated processing is consistent with general banking practice, even though we do not inspect each item. Because we do not inspect each item, if you write a check to multiple payees, we can properly pay the check regardless of the number of indorsements unless you notify us in writing that the check requires multiple indorsements. We must receive the notice in time for us to have a reasonable opportunity to act on it, and you must tell us the precise date of the check, amount, check number and payee. We are not responsible for any unauthorized signature or alteration that would not be identified by a reasonable inspection of the item. Using an automated process helps us keep costs down for you and all account holders.

## **Check Cashing**

We may charge a fee for anyone that does not have an account with us who is cashing a check, draft or other instrument written on your account. We may also require reasonable identification to cash a check, draft or other instrument. We can decide what identification is reasonable under the circumstances and such identification may be documentary or physical and may include collecting a thumbprint or fingerprint.

## **Truncation, Substitute Checks, and Other Check Images**

If you truncate an original check and create a substitute check, or other paper or electronic image of the original check, you warrant that no one will be asked to make payment on the original check, a substitute check or any other electronic or paper image, if the payment obligation relating to the original check has already been paid. You also warrant that any substitute check you create conforms to the legal requirements and generally accepted specifications for substitute checks. You agree to retain the original check in conformance with our policy for retaining original checks. You agree to indemnify us for any loss we may incur as a result of any truncated check transaction you initiate. We can refuse to accept substitute checks that have not previously been warranted by a bank or other financial institution in conformance with the Check 21 Act. Unless specifically stated in a separate agreement between you and us, we do not have to accept any other electronic or paper image of an original check.

## **Remotely Created Checks**

Like any standard check or draft, a remotely created check (sometimes called a telecheck, preauthorized draft or demand draft) is a check or draft that can be used to withdraw money from an account. Unlike a typical check or draft, however, a remotely created check is not issued by the paying bank and does not contain the signature of the account owner (or a signature purported to be the signature of the account owner). In place of a signature, the check usually has a statement that the owner authorized the check or has the owner's name typed or printed on the signature line.

You warrant and agree to the following for every remotely created check we receive from you for deposit or collection: (1) you have received express and verifiable authorization to create the check in the amount and to the payee that appears on the check; (2) you will maintain proof of the authorization for at least 2 years from the date of the authorization, and supply us the proof if we ask; and (3) if a check is returned you owe us the amount of the check, regardless of when the check is returned. We may take funds from your account to pay the amount you owe us, and if there are insufficient funds in your account, you still owe us the remaining balance.



## **Unlawful Internet Gambling Notice**

Restricted transactions as defined in Federal Reserve Regulation GG are prohibited from being processed through this account or relationship. Restricted transactions generally include, but are not limited to, those in which credit, electronic fund transfers, checks, or drafts are knowingly accepted by gambling businesses in connection with the participation by others in unlawful Internet gambling.

## **ACH and Wire Transfers**

This agreement is subject to Article 4A of the Uniform Commercial Code - Fund Transfers as adopted in the state in which you have your account with us. If you originate a fund transfer and you identify by name and number a beneficiary financial institution, an intermediary financial institution or a beneficiary, we and every receiving or beneficiary financial institution may rely on the identifying number to make payment. We may rely on the number even if it identifies a financial institution, person or account other than the one named. You agree to be bound by automated clearing house association rules. These rules provide, among other things, that payments made to you, or originated by you, are provisional until final settlement is made through a Federal Reserve Bank or payment is otherwise made as provided in Article 4A-403(a) of the Uniform Commercial Code. If we do not receive such payment, we are entitled to a refund from you in the amount credited to your account and the party originating such payment will not be considered to have paid the amount so credited. Credit entries may be made by ACH. If we receive a payment order to credit an account you have with us by wire or ACH, we are not required to give you any notice of the payment order or credit.

## **International ACH Transactions**

Financial institutions are required by law to scrutinize or verify any international ACH transaction (IAT) that they receive against the Specially Designated Nationals (SDN) list of the Office of Foreign Assets Control (OFAC). This action may, from time to time, cause us to temporarily suspend processing of an IAT and potentially affect the settlement and/or availability of such payments.

## **Facsimile Signatures**

Unless you make advance arrangements with us, we have no obligation to honor facsimile signatures on your checks or other orders. If we do agree to honor items containing facsimile signatures, you authorize us, at any time, to charge you for all checks, drafts, or other orders, for the payment of money, that are drawn on us. You give us this authority regardless of by whom or by what means the facsimile signature(s) may have been affixed so long as they resemble the facsimile signature specimen filed with us, and contain the required number of signatures for this purpose. You must notify us at once if you suspect that your facsimile signature is being or has been misused.

## **Authorized Signer (*Individual Accounts Only*)**

A single individual is the owner. The Authorized Signer is merely designated to conduct transactions on the owner's behalf. The owner does not give up any rights to act on the account, and the Authorized Signer may not in any manner affect the rights of the owner or beneficiaries, if any, other than by withdrawing funds from the account. The owner is responsible for any transactions of the Authorized Signer. We undertake no obligation to monitor transactions to determine that they are on the owner's behalf. The owner may terminate the authorization at any time, and the authorization is automatically terminated by the death of the owner. However, we may continue to honor the transactions of the Authorized Signer until: (a) we have received written notice or have actual knowledge of the termination of authority, and (b) we have a reasonable opportunity to act on that notice or knowledge. We may refuse to accept an Authorized Signer.

## **Restrictive Legends or Indorsements**

The automated processing of the large volume of checks we receive prevents us from inspecting or looking for restrictive legends, restrictive indorsements or other special instructions on every check. For this reason, we are not required to honor any restrictive legend or indorsement or other special instruction placed on checks you write unless we have agreed in writing to the restriction or instruction. Unless we have agreed in writing, we are not responsible for any losses, claims, damages, or expenses that result from your placement of these restrictions or instructions on your checks. Examples of restrictive legends placed on checks are "must be presented within 90 days" or "not valid for more than \$1, 000. 00." The payee's signature accompanied by the words "for deposit only" is an example of a restrictive indorsement.

## **Account Transfer**

This account may not be transferred or assigned without our prior written consent.

## **Indorsements**

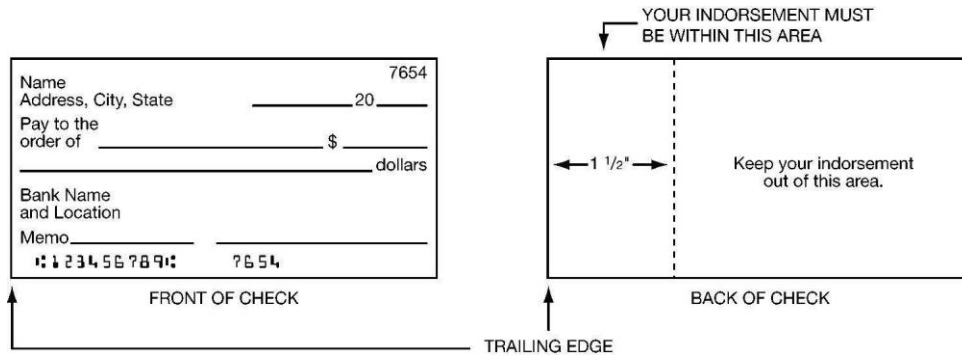
We may accept for deposit any item payable to you or your order, even if they are not indorsed by you. We may give cash back to any one of you. We may supply any missing indorsement(s) for any item we accept for deposit or collection, and you warrant that all indorsements are genuine.

To ensure that your check or share draft is processed without delay, you must indorse it (sign it on the back) in a specific area. Your entire indorsement (whether a signature or a stamp) along with any other indorsement information (e.g., additional indorsements, ID information, driver's license number, etc.) must fall within 1 1/2" of the "trailing edge" of a check.

Indorsements must be made in blue or black ink, so that they are readable by automated check processing

equipment.

As you look at the front of a check, the "trailing edge" is the left edge. When you flip the check over, be sure to keep all indorsement information within 1 1/2" of that edge.



It is important that you confine the indorsement information to this area since the remaining blank space will be used by others in the processing of the check to place additional needed indorsements and information. You agree that you will indemnify, defend, and hold us harmless for any loss, liability, damage or expense that occurs because your indorsement, another indorsement, or information you have printed on the back of the check obscures our indorsement. These indorsement guidelines apply to both personal and business checks.

### **Death or Incompetence**

You agree to notify us promptly if any person with a right to withdraw funds from your account(s) dies or is adjudicated (determined by the appropriate official) incompetent. We may continue to honor your checks, items, and instructions until:

(a) we know of your death or adjudication of incompetence, and (b) we have had a reasonable opportunity to act on that knowledge. You agree that we may pay or certify checks drawn on or before the date of death or adjudication of incompetence for up to ten (10) days after your death or adjudication of incompetence unless ordered to stop payment by someone claiming an interest in the account.

### **Fiduciary Accounts**

Accounts may be opened by a person acting in a fiduciary capacity. A fiduciary is someone who is appointed to act on behalf of and for the benefit of another. We are not responsible for the actions of a fiduciary, including the misuse of funds. This account may be opened and maintained by a person or persons named as a trustee under a written trust agreement, or as executors, administrators, or conservators under court orders. You understand that by merely opening such an account, we are not acting in the capacity of a trustee in connection with the trust nor do we undertake any obligation to monitor or enforce the terms of the trust or letters.

### **Credit Verification**

You agree that we may verify credit and employment history by any necessary means, including preparation of a credit report by a credit reporting agency.

### **Legal Actions Affecting Your Account**

If we are served with a subpoena, restraining order, writ of attachment or execution, levy, garnishment, search warrant, or similar order relating to your account (termed "legal action" in this section), we will comply with that legal action as required by applicable law. However, nothing in this agreement shall be construed as a waiver of any rights you may have under applicable law with regards to such legal action. Subject to applicable law, we may, in our sole discretion, choose to freeze the assets in the account and not allow any payments or transfers out of the account until there is a final court determination regarding the legal action. We may do these things even if the legal action involves less than all of you. In these cases, we will not have any liability to you if there are insufficient funds to pay your items because we have withdrawn funds from your account or in any way restricted access to your funds in accordance with the legal action and applicable law. Any fees or expenses we incur in responding to any legal action (including, without limitation, attorneys' fees, and our internal expenses) may be charged against your account, unless otherwise prohibited by applicable law. The list of fees applicable to your account(s) - provided elsewhere - may specify additional fees that we may charge for responding to certain legal actions.

### **Account Security**

**Your Duty to Protect Account Information and Methods of Access.** Our policy may require methods of verifying your identity before providing you with a service or allowing you access to your account. We can decide what identification is reasonable under the circumstances. For example, process and identification requirements may vary depending on whether they are online or in person. Identification may be documentary or physical and may include collecting a fingerprint, voiceprint, or other biometric information.

It is your responsibility to protect the account numbers and electronic access devices (e.g., an ATM card) we provide you for your accounts. You should also safeguard your username, password, and other access and

identifying information when accessing your account through a computer or other electronic, audio, or mobile device or technology. If you give anyone authority to access the account on your behalf, you should exercise caution and ensure the trustworthiness of that agent. Do not discuss, compare, or share information about your account numbers with anyone unless you are willing to give them full use of your money. An account number can be used by thieves to issue an electronic debit or to encode your number on a false demand draft which looks like and functions like an authorized check. If you furnish your access device or information and grant actual authority to make transfers to another person (a family member or coworker, for example) who then exceeds that authority, you are liable for the transfers unless we have been notified that transfers by that person are no longer authorized. Your account number can also be used to electronically remove money from your account, and payment can be made from your account even though you did not contact us directly and order the payment.

You must also take precaution in safeguarding your blank checks. Notify us at once if you believe your checks have been lost or stolen. As between you and us, if you are negligent in safeguarding your checks, you must bear the loss entirely yourself or share the loss with us (we may have to share some of the loss if we failed to use ordinary care and if we substantially contributed to the loss).

**Positive Pay and Other Fraud Prevention Services.** Except for consumer electronic fund transfers subject to Regulation E, you agree that if we offer you services appropriate for your account to help identify and limit fraud or other unauthorized transactions against your account, and you reject those services, you will be responsible for any fraudulent or unauthorized transactions which could have been prevented by the services we offered. You will not be responsible for such transactions if we acted in bad faith or to the extent our negligence contributed to the loss. Such services include positive pay or commercially reasonable security procedures. If we offered you a commercially reasonable security procedure which you reject, you agree that you are responsible for any payment order, whether authorized or not, that we accept in compliance with an alternative security procedure that you have selected. The positive pay service can help detect and prevent check fraud and is appropriate for account holders that issue a high volume of checks, a lot of checks to the general public, or checks for large dollar amounts.

#### **Instructions From You**

Unless required by law or we have agreed otherwise in writing, we are not required to act upon instructions you give us via facsimile transmission, email, voicemail, or phone call to a facsimile number, email address, or phone number not designated by us for a particular purpose or for a purpose that is unrelated to the request or instruction.

#### **Monitoring and Recording Telephone Calls and Account Communications**

Subject to federal and state law, we may monitor or record phone calls for security reasons, to maintain a record, and to ensure that you receive courteous and efficient service. You consent in advance to any such recording. To provide you with the best possible service in our ongoing business relationship for your account, we may need to contact you about your account from time to time by telephone, text messaging, or email. In contacting you about your account, we may use any telephone numbers or email addresses that you have previously provided to us by virtue of an existing business relationship or that you may subsequently provide to us. You acknowledge that the number we use to contact you may be assigned to a landline, a paging service, a cellular wireless service, a specialized mobile radio service, other radio common carrier service, or any other service for which you may be charged for the call. You acknowledge that we may contact you by voice, voicemail, or text messaging. You further acknowledge that we may use pre-recorded voice messages, artificial voice messages, or automatic telephone dialing systems.

If necessary, you may change or remove any of the telephone numbers, email addresses, or other methods of contacting you at any time using any reasonable means to notify us.

#### **Claim of Loss**

The following rules do not apply to a transaction or claim related to a consumer electronic fund transfer governed by Regulation E (e.g., an everyday/one-time consumer debit card or ATM transaction). The error resolution procedures for consumer electronic fund transfers can be found in our initial Regulation E disclosure generally titled, "Electronic Fund Transfers." For other transactions or claims, if you claim a credit or refund because of a forgery, alteration, or any other unauthorized withdrawal, you agree to cooperate with us in the investigation of the loss, including giving us an affidavit containing whatever reasonable information we require concerning your account, the transaction, and the circumstances surrounding the loss. You will notify law enforcement authorities of any criminal act related to the claim of lost, missing, or stolen checks or unauthorized withdrawals. We will have a reasonable period of time to investigate the facts and circumstances surrounding any claim of loss. Unless we have acted in bad faith, we will not be liable for special or consequential damages, including loss of profits or opportunity, or for attorneys' fees incurred by you. You agree that you will not waive any rights you have to recover your loss against anyone who is obligated to repay, insure, or otherwise reimburse you for your loss. You will pursue your rights or, at our option, assign them to us so that we may pursue them. Our liability will be reduced by the amount you recover or are entitled to recover from these other sources.

#### **Early Withdrawal Penalties (and involuntary withdrawals)**

We may impose early withdrawal penalties on a withdrawal from a time account even if you don't initiate the

withdrawal. For instance, the early withdrawal penalty may be imposed if the withdrawal is caused by our setoff against funds in the account or as a result of an attachment or other legal process. We may close your account and impose the early withdrawal penalty on the entire account balance in the event of a partial early withdrawal. See your separately provided notice of penalty for early withdrawal for additional information.

#### **Changes in Name and Contact Information**

You are responsible for notifying us of any change in your name, address, or other information we use to communicate with you. Unless we agree otherwise, notice of such a change must be made in writing. Informing us of your address or name change on a check reorder form is not sufficient. We will attempt to communicate with you only by use of the most recent information you have provided to us. If provided elsewhere, we may impose a service fee if we attempt to locate you.

#### **Resolving Account Disputes**

We may place an administrative hold on the funds in your account (refuse payment or withdrawal of the funds) if it becomes subject to a claim adverse to (1) your own interest; (2) others claiming an interest as survivors or beneficiaries of your account; or (3) a claim arising by operation of law. The hold may be placed for such period of time as we believe reasonably necessary to allow a legal proceeding to determine the merits of the claim or until we receive evidence satisfactory to us that the dispute has been resolved. We will not be liable for any items that are dishonored as a consequence of placing a hold on funds in your account for these reasons.

#### **Waiver of Notices**

To the extent permitted by law, you waive any notice of non-payment, dishonor or protest regarding any items credited to or charged against your account. For example, if you deposit an item and it is returned unpaid or we receive a notice of nonpayment, we do not have to notify you unless required by federal Regulation CC or other law.

#### **Additional Terms**

If you deliver a deposit to us and you will not be present when the deposit is counted, you must provide us with an itemized list of the deposit (deposit slip). To process the deposit, we will verify and record the deposit, and credit the deposit to the Account. If there are any discrepancies between the amounts shown on the itemized list of the deposit and the amount we determine to be the actual deposit, we will notify you of the discrepancy. You will be entitled to credit only for the actual deposit as determined by us, regardless of what is stated on the itemized deposit slip.

We are not responsible to monitor age or eligibility for an UTMA account, even though our records may include the minor's date of birth. It is the custodian's responsibility to properly distribute the funds in the account upon the minor's death or attainment of the age of majority.

## **Substitute Checks and Your Rights**

### **What is a substitute check?**

To make check processing faster, federal law permits banks to replace original checks with "substitute checks." These checks are similar in size to original checks with a slightly reduced image of the front and back of the original check. The front of a substitute check states: "This is a legal copy of your check. You can use it the same way you would use the original check." You may use a substitute check as proof of payment just like the original check. Some or all of the checks that you receive back from us may be substitute checks. This notice describes rights you have when you receive substitute checks from us. The rights in this notice do not apply to original checks or to electronic debits to your account. However, you have rights under other law with respect to those transactions.

### **What are my rights regarding substitute checks?**

In certain cases, federal law provides a special procedure that allows you to request a refund for losses you suffer if a substitute check is posted to your account (for example, if you think that we withdrew the wrong amount from your account or that we withdrew money from your account more than once for the same check). The losses you may attempt to recover under this procedure may include the amount that was withdrawn from your account and

fees that were charged as a result of the withdrawal (for example, bounced check fees).

The amount of your refund under this procedure is limited to the amount of your loss or the amount of the substitute check, whichever is less. You also are entitled to interest on the amount of your refund if your account is an interest-bearing account. If your loss exceeds the amount of the substitute check, you may be able to recover additional amounts under other law.

If you use this procedure, you may receive up to 2,500.00 of your refund (plus interest if your account earns interest) within 10 business days after we received your claim and the remainder of your refund (plus interest if

your account earns interest) not later than 45 calendar days after we received your claim.

We may reverse the refund (including any interest on the refund) if we later are able to demonstrate that the substitute check was correctly posted to your account.

How do I make a claim for a refund?

If you believe that you have suffered a loss relating to a substitute check that you received and that was posted to your account, please contact us at:

State Bank  
PO Box 148  
Waterloo, IL 62298-0148  
(618) 939-7195

You must contact us within 60 calendar days of the date that we mailed (or otherwise delivered by a means to which you agreed) the substitute check in question or the account statement showing that the substitute check was posted to your account, whichever is later. We will extend this time period if you were not able to make a timely claim because of extraordinary circumstances.

Your claim must include –

- A description of why you have suffered a loss (for example, you think the amount withdrawn was incorrect);
- An estimate of the amount of your loss;
- An explanation of why the substitute check you received is insufficient to confirm that you suffered a loss; and
- A copy of the substitute check or the following information to help us identify the substitute check: the check number, the amount of the check and the name of the person to whom you wrote the check.

## Terms and Conditions Overdraft Addendum

### Understanding and Avoiding Overdraft and Nonsufficient Funds (NSF) Fees

This Addendum is part of the Terms and Conditions of Your Account. The information in this Addendum is being provided to help you understand what happens if your account is overdrawn. Understanding the concepts of overdrafts and nonsufficient funds (NSF) is important and can help you avoid being assessed fees or charges. This section also provides contractual terms relating to overdrafts and NSF transactions.

An overdrawn account will typically result in you being charged an overdraft fee or an NSF fee. Generally, an overdraft occurs when there is not enough money in your account to pay for a transaction, but we pay (or cover) the transaction anyway. An NSF transaction is slightly different. In an NSF transaction, we do not cover the transaction. Instead, the transaction is rejected and the item or requested payment is returned. In either situation, we can charge you a fee.

If you use our Overdraft Privilege (Separate enrollment required) and we cover a transaction for which there is not enough money in your account to pay, we will consider that an overdraft. We treat all other transactions for which there is not enough money in your account as an NSF transaction, regardless of whether we cover the transaction or the transaction is rejected. Separate Overdraft Privilege Disclosure given with enrollment.

**Determining Your Available Balance.** We use the "available balance" method to determine whether your account is overdrawn, that is, whether there is enough money in your account to pay for a transaction. Importantly, your "available" balance may not be the same as your account's "actual" balance. This means an overdraft or an NSF transaction could occur regardless of your account's actual balance.

Your account's actual balance (sometimes called the ledger balance) only includes transactions that have settled up to that point in time, that is, transactions (deposits and payments) that have posted to your account. The actual balance does not include outstanding transactions (such as checks that have not yet cleared and electronic transactions that have been authorized but which are still pending). The balance on your periodic statement is the ledger balance for your account as of the statement date.

As the name implies, your available balance is calculated based on the money "available" in your account to make payments. In other words, the available balance takes ACH credit transactions and debit card transactions that have been authorized, but not yet settled, and adds or subtracts them from the actual balance. In addition, when calculating your available balance, any " holds" placed on deposits that have not yet cleared are also subtracted from the actual balance.

**Overdrafts.** You understand that we may, at our discretion, honor withdrawal requests that overdraw your account. However, the fact that we may honor withdrawal requests that overdraw the account balance does not obligate us to do so later. So, you can NOT rely on us to pay overdrafts on your account regardless of how frequently or under what circumstances we have paid overdrafts on your account in the past. We can change

our practice of paying, or not paying, discretionary overdrafts on your account without notice to you. You can ask us if we have other account services that might be available to you where we commit to paying overdrafts under certain circumstances, such as an overdraft protection line-of-credit or a plan to sweep funds from another account you have with us. You agree that we may charge fees for overdrafts. We may use subsequent deposits, including direct deposits of social security or other government benefits, to cover such overdrafts and overdraft fees.

For consumer accounts, we will not charge fees for overdrafts caused by ATM withdrawals or one-time (sometimes referred to as "everyday") debit card transactions if you have not opted-in to that service.

**Nonsufficient Funds (NSF) Fees.** If an item drafted by you (such as a check) or a transaction you set up (such as a preauthorized transfer) is presented for payment in an amount that is more than the amount of money available in your account, and we decide not to pay the item or transaction, you agree that we can charge you an NSF fee for returning the payment. Be aware that such an item or payment may be presented multiple times by the merchant or other payee until it is paid, and that we do not monitor or control the number of times a transaction is presented for payment. You agree that we may charge you an NSF fee each time a payment is presented if the amount of money available in your account is not sufficient to cover the payment, regardless of the number of times the payment is presented.

**Payment Types.** Some, but not necessarily all, of the ways you can access the funds in your account include debit card transactions, automated clearing house (ACH) transactions, and check transactions. All these payment types can use different processing systems and some may take more or less time to post. This information is important for a number of reasons. For example, keeping track of the checks you write and the timing of the preauthorized payments you set up will help you to know what other transactions might still post against your account. For information about how and when we process these different payment types, see the "Payment Order of Items" section below.

**Balance Information.** Keeping track of your balance is important. You can review your balance in a number of ways including: Reviewing your periodic statement, reviewing your balance using online banking, mobile banking, text banking, account alerts, accessing your account with telephone banking or by calling one of our branches, or coming into one of our branches.

**Funds Availability.** Knowing when funds you deposit will be made available for withdrawal is another important concept that can help you avoid being assessed fees or charges. Please see our funds availability disclosure (generally titled, "Your Ability to Withdraw Funds") for information on when different types of deposits will be made available for withdrawal. For an account to which our funds availability policy disclosure does not apply, you can ask us when you make a deposit when those funds will be available for withdrawal. An item may be returned after the funds from the deposit of that item are made available for withdrawal. In that case, we will reverse the credit of the item. We may determine the amount of available funds in your account for the purpose of deciding whether to return an item for insufficient funds at any time between the times we receive the item and when we return the item or send a notice in lieu of return. We need only make one determination, but if we choose to make a subsequent determination, the account balance at the subsequent time will determine whether there are insufficient available funds.

**A Temporary Debit Authorization Hold Affects Your Account Balance.** On debit card purchases, merchants may request a temporary hold on your account for a specified sum of money when the merchant does not know the exact amount of the purchase at the time the card is authorized. The amount of the temporary hold may be more than the actual amount of your purchase. Some common transactions where this occurs involve purchases of gasoline, hotel rooms, or meals at restaurants. When this happens, our processing system cannot determine that the amount of the hold exceeds the actual amount of your purchase. This temporary hold, and the amount charged to your account, will eventually be adjusted to the actual amount of your purchase, but it could be three calendar days, or even longer in some cases, before the adjustment is made. Until the adjustment is made, the amount of funds in your account available for other transactions will be reduced by the amount of the temporary hold. If one or more transactions are presented for payment in an amount greater than the funds left after the deduction of the temporary hold amount, you will be charged an NSF or overdraft fee according to our NSF or overdraft fee policy, which may result in one or more overdraft or NSF fees. You will be charged the fee even if you would have had sufficient funds in your account if the amount of the hold had been equal to the amount of your purchase.

**Payment Order of Items.** The order in which items are paid is important if there is not enough money in your account to pay all of the items that are presented. The payment order can affect the number of items overdrawn or returned unpaid and the amount of the fees you may have to pay. To assist you in managing your account, we are providing you with the following information regarding how we process those items. We encourage you to make careful records and practice good account management. This will help you to avoid creating items without sufficient funds and potentially incurring the resulting fees.

Our policy is: We process and post transactions throughout the day. The order in which you write checks and authorize other withdrawals from your Account will not necessarily be the same as the order in which we receive

and post these transactions to your Account. This can affect the amount of overdraft fees incurred on your Account.

## **ELECTRONIC DISCLOSURE AGREEMENT**

This agreement is with State Bank. You have agreed to receive the account disclosures for this transaction electronically. Described below are the terms and conditions for providing to you such disclosures electronically. You acknowledge and agree that: you are able to view this agreement on your computer or electronic device; you are able to download to a hard drive or USB drive PDF files; you have access to the internet; you are able to send and receive e-mails; the email address that you provided to us is the proper e-mail address for communicating with you; you are responsible for notifying us of changes to your e-mail address. Please read the information below carefully and thoroughly. You agree to the terms of this agreement just as if you had signed a paper document.

### **Definitions**

The word “we”, “us”, “our” or “Bank” mean State Bank. The words “you” and “your” mean the party(s) to an account. “Disclosure” means any account authorization agreement, disclosure, notice, statement, or other information related to your account including, but not limited to, information that we are required by law to provide in writing.

### **Method of Providing Communication to You in Electronic Form**

We may provide documents to you in electronic form, all electronic communications will be considered to be “in writing”. All Disclosures will be provided to you electronically in one of several ways. These are either: 1) By Personal Online Banking messaging or email to the most current email address we have on record 2) by access to a website that we identify in a Personal Online Banking message, or email notice we send to you, at the time the information is available, or 3) to the extent permissible by law, by access to a Web site that we will identify in advance for such purposes.

### **Types of Communication**

State Bank is required by law, regulation or agreement to provide to you copies of certain information “in writing”. With your consent, we can provide this information to you by Electronic Delivery. This information will include all legal, regulatory or other disclosures associated with an account or service.

### **Retaining Copies**

You should print or download any electronically delivered document that is important to you.

### **Paper Copies**

You will have the ability to download and print the disclosure documents if you elect to, if you wish for us to send you paper copies of any such documents from our office to you, you will be charged a \$1.00 per-page fee. You may request delivery of such paper copies from us by following the procedure described below.

### **Contacting Us**

You may contact us to request paper copies of disclosures:

To contact us by phone call: 618-939-7195

To contact us by e-mail, send messages to: [ibanking@sbw.bank](mailto:ibanking@sbw.bank)

To contact us by paper mail, please send correspondence to:

State Bank PO

Box 148

Waterloo, IL 62298

### **Required hardware and software**

The minimum system requirements may change over time. The current system requirements are:

- Adobe Acrobat Reader or similar software for reading a pdf formatted document on your device.

### **Updating your Records**

It is your responsibility to provide us with an accurate and complete email address, contact, and other information related to this Disclosure and your account(s). You must maintain and promptly update this information with any changes. You may view and update the email address we have on file for you within our Personal Online Banking system at any time. Once logged in choose Profile and scroll to the Email heading and choose edit. You may also update it by contacting the Bank at 618-939-7195 or in person at any branch location.

### **TERMINATION/CHANGES.**

We reserve the right, at our sole discretion, to discontinue providing any and all Disclosures electronically. We will provide you with notice of any such termination or change as required by law. In such case we will revert to sending mailed paper Statements and Disclosures.

You may terminate your consent to receive documents in electronic form for any of your Accounts by contacting us. We may charge you fees for providing hard copy documents.

## Electronic Fund Transfers

### Your Rights and Responsibilities

The Electronic Fund Transfers we are capable of handling for consumers are indicated below, some of which may not apply to your account. Some of these may not be available at all terminals. Please read this disclosure carefully because it tells you your rights and obligations for these transactions. You should keep this notice for future reference.

### Types of Transfers, Frequency and Dollar Limitations

#### Prearranged Transfers.

**Preauthorized credits.** You may make arrangements for certain direct deposits to be accepted into your checking, money market or savings account(s).

**Preauthorized payments.** You may make arrangements to pay certain recurring bills from your checking, money market or savings account(s).

**Telephone Transfers.** You may access your account(s) by telephone at 618-939-4636 (24 hour a day) using a touch tone phone, your account numbers, and personal identification number (PIN) to:

- Transfer funds from checking or savings to savings
- Transfer funds from checking or savings to checking
- Make payments from checking or savings to loan accounts with State Bank
- Get checking or savings account information
- Get balance information on Certificate of Deposit(s) or loan(s).

**ATM Transfers.** You may access your account(s) by ATM using your debit card and personal identification number (PIN) to:

- Make deposits to checking or savings accounts
- Transfer funds from checking or savings to savings
- Transfer funds from checking or savings to checking
- Make payments from checking or savings to loan accounts with State Bank
- Get checking or savings account information
- Get cash withdrawals from checking or savings accounts. You will be notified of daily withdrawal limits when you receive your debit card.

### Point-of-Sale Transactions

Using your card:

- You may access your checking account to purchase goods in person, by phone, by computer.
- You may access your checking account to pay for services in person, by phone, by computer.
- You may access your checking account to get cash from a merchant, if the merchant permits, and do anything that a participating merchant will accept.
- You may access your checking account to get cash from a participating financial institution.
- There may be daily withdrawal limits. You will be notified of these limits when you receive your debit card.

**Computer Transfers.** You may access your account(s) by computer by logging on to [www.sbw.bank](http://www.sbw.bank) and using your internet banking credentials to:

- Transfer funds from checking or savings to savings
- Transfer funds from checking or savings to checking
- Transfer funds from line of credit to checking or savings
- Make payments from checking or savings to loan accounts with State Bank
- Get checking or savings account information
- Get Certificate of Deposit(s), line of credit(s) or loan(s) information.
- Pay bills and other people

**Mobile Banking Transfers.** You may access your account(s) by web-enabled cell phone by browsing to [www.sbw.bank](http://www.sbw.bank) or the mobile app and using your internet banking credentials to:

- Transfer funds from checking or savings to savings
- Transfer funds from checking or savings to checking
- Transfer funds from line of credit to checking or savings
- Make payments from checking or savings to loan accounts with State Bank
- Get checking or savings account information



- Get Certificate of Deposit(s), line of credit(s) or loan(s) information.
- Pay bills and other people
- You may be charged access fees by your cell phone provider based on your individual plan. Web access is needed to use this service. Check with your cell phone provider for details on specific fees and charges.

**Electronic Fund Transfers Initiated by Third Parties.** You may authorize a third party to initiate electronic fund transfers between your account and the third party's account. These transfers to make or receive payment may be one-time occurrences or may recur as directed by you. These transfers may use the Automated Clearing House (ACH) or other payments network. Your authorization to the third party to make these transfers can occur in a number of ways. For example, your authorization to convert a check to an electronic fund transfer or to electronically pay a returned check charge can occur when a merchant provides you with notice and you go forward with the transaction (typically, at the point of purchase, a merchant will post a sign and print the notice on a receipt). In all cases, these third party transfers will require you to provide the third party with your account number and financial institution information. This information can be found on your check as well as on a deposit or withdrawal slip. Thus, you should only provide your financial institution and account information (whether over the phone, the Internet, or via some other method) to trusted third parties whom you have authorized to initiate these electronic fund transfers. Examples of these transfers include, but are not limited to:

- **Electronic check conversion.** You may authorize a merchant or other payee to make a one-time electronic payment from your checking account using information from your check to pay for purchases or pay bills.
- **Electronic returned check charge.** You may authorize a merchant or other payee to initiate an electronic fund transfer to collect a charge in the event a check is returned for insufficient funds.

#### Fees

- We do not charge for direct deposits
- We do not charge for preauthorized payments
- Except as indicated elsewhere, we do not charge for these Electronic Fund Transfers
- Refer to our separate schedule of fees for additional information about fees

**ATM Operator/Network Fees:** When you use an ATM not owned by us, you may be charged a fee by the ATM operator or any network used (and you may be charged a fee for a balance inquiry even if you do not complete a fund transfer).

#### Documentation

##### Terminal Transfers.

You can get a receipt at the time you make a transfer to or from your account using a(n):

- Automated teller machine
- Point-of-sale terminal

You may not get a receipt if the amount of the transfer is \$15 or less.

**Preauthorized Credits.** If you have arranged to have direct deposits made to your account at least once every 60 days from the same person or company, you can call us at the telephone number listed below to find out whether or not the deposit has been made.

##### Preauthorized Payments

**Right to stop payment and procedure for doing so.** If you have told us in advance to make regular payments out of your account, you can stop any of these payments. Here's how:

Call or write us at the telephone number or address listed in this disclosure, in time for us to receive your request 3 business days or more before the payment is scheduled to be made. If you call, we may also require you to put your request in writing and get it to us within 14 days after you call. We charge a \$30 fee for each stop payment.

**Notice of varying amounts.** If these regular payments may vary in amount, the person you are going to pay will tell you, 10 days before each payment, when it will be made and how much it will be. (You may choose instead to get this notice only when the payment would differ by more than a certain amount from the previous payment, or when the amount would fall outside certain limits that you set.)

**Liability for failure to stop payment of preauthorized transfer.** If you order us to stop one of these payments 3 business days or more before the transfer is scheduled, and we do not do so, we will be liable for your losses or damages.

#### Financial Institution's Liability

**Liability for failure to make transfers.** If we do not complete a transfer to or from your account on time or in the correct amount according to our agreement with you, we will be liable for your losses and damages.

However, there are some exceptions. We will not be liable, for instance:

- If, through no fault of ours, you do not have enough money in your account to

make the transfer. If the transfer would go over the credit limit on your overdraft line.

- If the automated teller machine where you are making the transfer does not have enough cash.
- If the terminal or system was not working properly and you knew about the breakdown when you started the transfer.
- If circumstances beyond our control (such as fire or flood) prevent the transfer, despite reasonable precautions that we have taken.
- There may be other exceptions stated in our agreement with you.

### **Confidentiality**

We will disclose information to third parties about your account or the transfers you make:

- where it is necessary for completing transfers; or
- in order to verify the existence and condition of your account for a third party, such as a credit bureau or merchant; or
- in order to comply with government agency or court orders; or
- if you give us written permission
- as explained in the separate Privacy Disclosure

### **Unauthorized Transfers**

**Consumer Liability.** Tell us at once if you believe your card and/or code has been lost or stolen, or (if your account can be accessed by check) if you believe that an electronic fund transfer has been made without your permission using information from your check. Telephoning is the best way of keeping your possible losses down. You could lose all the money in your account (plus your maximum overdraft line of credit). If you tell us within 2 business days after you learn of the loss or theft of your card and/or code, you can lose no more than \$50 if someone used your card and/or code without your permission. Also, if you do NOT tell us within 2 business days after you learn of the loss or theft of your card and/or code, and we can prove we could have stopped someone from using your card and/or code without your permission if you had told us, you could lose as much as \$500. Also, if your statement (or for a prepaid account where no statement is sent, if your electronic history or written history) shows transfers that you did not make, including those made by card, code or other means, tell us at once. If you do not tell us within 60 days after the statement was transmitted to you (or for a prepaid account where no statement is sent, 60 days after the earlier of the date you electronically access your account, if the error could be viewed in your electronic history, or the date we sent the FIRST written history on which the error appeared), you may not get back any money you lost after the 60 days if we can prove that we could have stopped someone from taking the money if you had told us in time. If a good reason (such as a long trip or a hospital stay) kept you from telling us, we will extend the time period.

**Mastercard Debit Card.** Additional Limits on Liability for MASTERCARD(R). You will not be liable for any unauthorized transactions using your Mastercard debit card if: (i) you can demonstrate that you have exercised reasonable care in safeguarding your card from the risk of loss or theft, and (ii) upon becoming aware of a loss or theft, you promptly report the loss or theft to us. This additional limit on liability does not apply to a prepaid card until such time as the prepaid card is registered with us and we have completed our customer identification program requirements. Mastercard is a registered trademark, and the circles design is a trademark of Mastercard International Incorporated.

### **Error Resolution Notice**

In Case of Errors or Questions About Your Electronic Transfers, Call or Write us at the telephone number or address listed below, as soon as you can, if you think your statement or receipt is wrong or if you need more

information about a transfer listed on the statement or receipt. We must hear from you no later than 60 days after we sent the FIRST statement on which the problem or error appeared.

- (1) Tell us your name and account number (if any).
- (2) Describe the error or the transfer you are unsure about, and explain as clearly as you can why you believe it is an error or why you need more information.
- (3) Tell us the dollar amount of the suspected error.

If you tell us orally, we may require that you send us your complaint or question in writing within 10 business days.

We will determine whether an error occurred within 10 business days (5 business days involving a Visa point-of-sale transaction, other than an anonymous Visa prepaid card transaction, processed by Visa or 20 business days if the transfer involved a new account) after we hear from you and will correct any error promptly. If we need more time, however, we may take up to 45 days (90 days if the transfer involved a new account, a point-of-sale transaction, or a foreign-initiated transfer) to investigate your complaint or question. If we decide to do this, we will credit your account within 10 business days (5 business days involving a Visa point-of-sale transaction, other than an anonymous Visa prepaid card transaction, processed by Visa or 20 business

days if the transfer involved a new account) for the amount you think is in error, so that you will have the use of the money during the time it takes us to complete our investigation. If we ask you to put your complaint or question in writing and we do not receive it within 10 business days, we may not credit your account. An account is considered a new account for 30 days after the first deposit is made, if you are a new customer. We will tell you the results within three business days after completing our investigation. If we decide that there was no error, we will send you a written explanation. You may ask for copies of the documents that we used in our investigation.

## YOUR ABILITY TO WITHDRAW FUNDS

This policy statement applies to all deposit accounts. Our general policy is to make funds from your cash and check deposits available to you on the first business day after the day we receive your deposit. Electronic direct deposits will be available on the day we receive the deposit. In some cases, we may delay your ability to withdraw funds beyond the first business day. Then the funds will generally be available by the second business day after the day of deposit.

Please remember that even after we have made funds available to you and you have withdrawn the funds, you are still responsible for checks you deposit that are returned to us unpaid and for any other problems involving your deposit.

### **Determining the Availability of a Deposit**

For determining the availability of your deposits, every day is a business day, except Saturdays, Sundays, and federal holidays. If you make a deposit on a business day we are open, we will consider that day to be the day of your deposit. If you make a Mobile Deposit before 4:00 p.m. on a business day we are open, we will consider that day to be the day of your deposit. However, if you make a Mobile Deposit after 4:00 p.m. or on a day we are not open, we will consider that the deposit was made on the next business day we are open. If you make a deposit at an ATM before 3:00 p.m. on a business day that we are open, we will consider that day to be the day of your deposit. However, if you make a deposit at an ATM after 3:00 p.m. or on a day we are not open, we will consider that the deposit was made on the next business day we are open.

If we cash a check for you that is drawn on another bank, we may withhold the availability of a corresponding amount of funds that are already in one of your accounts. Those funds will be available at the time funds from the check we cashed would have been available if you had deposited it.

If we except for deposit a check that is drawn on another bank, we may make funds from the deposit available for withdrawal immediately but delay your availability to withdraw a corresponding amount of funds that you have on deposit in another account with us. The funds in the other account would then not be available for withdrawal until the time periods that are described elsewhere in this disclosure for the type of check that you deposited.

### **Longer Delays May Apply**

**Case-by-Case Delays** - In some cases, we will not make all of the funds that you deposit by check available to you on the first business day after the day of your deposit. Depending on the type of check that you deposit, funds may not be available until the second business day after the day of your deposit. The first \$225 of your deposits, however, may be available on the first business day.

If we are not going to make all of the funds from your deposit available on the first business day, after we receive your deposit, we will notify you at the time you make the deposit. We will also tell you when the funds will be available. If your deposit is not made directly to one of our employees, or if we decide to take this action after you have left the premises, we will mail you the notice by the first business day after we receive your deposit. If you will need the funds from a deposit right away, you should ask us when the funds will be available.

**Safeguard Exception Delays** - In addition, funds you deposit by check may be delayed for a longer period under the following circumstances:

- We believe a check you deposit will not be paid.
- You deposit checks totaling more than \$5,525 on any one day.
- You redeposit a check that has been returned unpaid.
- You have overdrawn your account repeatedly in the last six months.
- There is an emergency, such as failure of computer or communication equipment.

We will notify you if we delay your ability to withdraw funds for any of these reasons, and we will tell you when the funds will be available. They will generally be available no later than the seventh business day after the day of your deposit.

**Special Rules for New Accounts** - If you are a new customer, the following special rules will apply during the first 30 days your account is open.

Funds from electronic direct deposits to your account will be available on the day we receive the deposit. Funds from deposits of cash, wire transfers, and the first \$5,525 of a day's total deposits of cashier's, certified, teller's, traveler's, and federal, state and local government checks will be available on the first business day after the day of your deposit, if the deposit meets certain conditions. For example, the checks must be payable to you (and you may have to use a special deposit slip). The excess over \$5,525 will be available on the ninth business day after the day of your deposit. If your deposit of these checks (other than a U.S. Treasury check) is not made in person to one of your employees, the first \$5,525 will not be available until the second business day after the day of your deposit. Funds from all other check deposits will be available on the ninth business day after the day of your deposit.

## Truth-in-Savings Disclosures

### CASH REWARDS CHECKING

**Rate Information:** This is a variable rate account. Your interest rate and annual percentage yield may change.

**Determination of rate** - At our discretion, we may change the interest rates for this account. The interest rate on this account is a tiered rate. The annual percentage yield (APY) for this account will range, depending on the balance in your account. When the Cash Rewards Checking qualifications are not met, the interest rate and corresponding annual percentage yield (APY) will apply.

**Compounding and Crediting**

**Frequency** – Interest will be compounded monthly interest will be credited into this account monthly.

**Effect of Closing and Account** – If you close your account before interest is credited, you will not receive the accrued interest.

**Balance Computation Method** – We use the daily balance method to calculate the interest on your account. This method applies a daily periodic rate to the principal in the account each day.

**Accrual of Interest on Noncash Deposits** – Interest begins to accrue no later than the business day we receive credit for the deposit of noncash items (for example, checks).

**Minimum Balance to Open an Account** – You must deposit at least \$50.00 to open this account.

**Account Information:** Account approval, conditions, qualifications, limits, timeframes, enrollments, log-ons and other requirements apply. Enrollment in online banking, receipt of electronic statements and a debit card are conditions of this account. Enrollment in electronic services (e.g. online banking, electronic statements), log-ons, monthly direct deposit or automatic withdrawal and debit card transactions are required to meet the account's qualifications for earning rewards. Limit [2] accounts per person. There are no recurring monthly service charges or fees to open or close this account.

**Monthly Qualification Cycle:** The Monthly Qualification Cycle is from the first business day of each month to the close of business on the last business day of that month.

**Monthly Qualifications:** In order to receive the rewards rate and ATM fee refunds\*, simply do the following each monthly qualification cycle:

- 1) Have 12 debit card purchases post and clear your account;
- 2) Receive an e-statement monthly;
- 3) Have one recurring direct deposit or ACH auto debit post and clear your account;
- 4) Access Online Banking at least once; and
- 5) Maintain a valid email address on record with the Bank.

\*ATM fees are refunded if the qualifications are met. ATM fees are refunded up to \$4.99 per fee. ATM receipt must be presented for reimbursement of an individual ATM fee of \$5.00 or higher. Refunds will be credited to the account on the last day of the qualification cycle.

You will be paid interest at the Cash Rewards Checking rate and ATM fees refunded on the first qualification cycle regardless of qualifications being met.

The following activities do not count toward earning account rewards: ATM processed transactions, transfers between accounts, card purchases processed by merchants and received by our bank as ATM transactions, non-retail payment transactions, and purchases made with debit cards not issued by our bank. Transactions bundled together by merchants and received by our institution as a single transaction count as a single transaction for the purpose of earning account rewards.

**Purpose & Use Expectations:** The Cash Rewards account is intended to be the accountholder's primary checking account in which payroll transactions and day-to-day spending activities including but not limited to grocery, gasoline, apparel, shopping, dining, sporting and entertainment transactions are posted and settled. Commensurate with the spending activities identified above, we expect the account's debit card to be used frequently throughout each month and for transaction amounts to reflect a wide dollar range. Small debit card transactions conducted on the same day at a single merchant and/or multiple transactions made during a condensed time period particularly near the end of a Monthly Qualification Cycle are not considered normal, day-to-day spending behavior. These types of transactions appear to be conducted with the sole purpose of qualifying for the account's rewards and thus will be deemed inappropriate transactions and will not count toward earning the account's rewards.

Commensurate with the spending activities identified above, we expect the account's debit card to be used frequently throughout each month and for transaction amounts to reflect a wide dollar range. Small debit card transactions conducted on the same day at a single merchant and/or multiple transactions made during a condensed time period particularly near the end of a Monthly Qualification Cycle are not considered normal, day-to-day spending behavior. These types of transactions appear to be conducted with the sole purpose of qualifying for the account's rewards and thus will be deemed inappropriate transactions and will not count toward earning the account's rewards.

State Bank reserves the right to determine if the account is being maintained for a purpose other than day-to-day, primary use. Accountholders who persist in making debit card and transactions in a calculated and limited fashion in order to meet their monthly qualifications may have their accounts converted to a different checking account or closed altogether. We also reserve the right to convert the account to a different checking account if the account does not have consistent active use over four consecutive Statement Cycles.

We have the right to close this account at any time, with proper notice. Our decision to close the account will not affect your existing obligations to us including any obligation to pay fees or charges incurred prior to termination. No deposits will be accepted and no checks will be paid after the account is closed. If the account is closed, you will forfeit any rewards that have not been credited to your account. A State Bank check for the remaining balance, if applicable, will be mailed to accountholder at the address indicated on our current records. Upon termination of your Cash Rewards account, any optional add-on products / services associated with this account will also be terminated at the same time.

## Savings Account

**Rate Information** – Your interest rate and annual percentage yield may change.

**Determination of rate** - At our discretion, we may change the interest rate on your account.

**Frequency of Rate Change** – We may change the interest rate on your account at any time.

**Minimum Balance to Open an Account** – You must deposit at least \$100.00 to open this account.

**To Avoid Imposition of Fees** – A fee of \$1.00 will be imposed every month if the average daily balance for the month falls below \$100.00. The average daily balance is calculated by adding the principal in the account for each day of the period and dividing that figure by the number of days in the period. The period we use is monthly.

### **Compounding and Crediting**

**Frequency** – Interest will be compounded quarterly interest will be credited into this account quarterly.

**Effect of Closing and Account** – If you close your account before interest is credited, you will not receive the accrued interest.

**Balance Computation Method** – We use the daily balance method to calculate the interest on your account. This method applies a daily periodic rate to the principal in the account each day.

**Accrual of Interest on Noncash Deposits** – Interest begins to accrue no later than the business day we receive credit for the deposit of noncash items (for example, checks).

## Money Market Account

**Rate Information** – The interest rate and annual percentage yield for your account depends upon the applicable rate tier. The interest rate and annual percentage yield for these tiers may change.

**Determination of rate** - At our discretion, we may change the interest rate on your account.

**Frequency of Rate Change** – We may change the interest rate on your account at any time.

**Minimum Balance to Open an Account** – You must deposit at least \$2,500.00 to open this account.

**To Avoid Imposition of Fees** – A fee of \$15.00 will be imposed every statement cycle if the average daily balance falls below \$2,500.00 any day of the statement cycle.

## **Compounding and Crediting**

**Frequency** – Interest will be compounded monthly interest will be credited into this account monthly.

**Effect of Closing and Account** – If you close your account before interest is credited, you will not receive the accrued interest.

**Balance Computation Method** – We use the daily balance method to calculate the interest on your account. This method applies a daily periodic rate to the principal in the account each day.

**Accrual of Interest on Noncash Deposits** – Interest begins to accrue no later than the business day we receive credit for the deposit of noncash items (for example, checks).

### **Transaction Limitations:**

**Limitations on frequency of transfers** – During any calendar month or statement cycle of at least four weeks, you may not make more than six withdrawals or covered transfers.

**Fees and Charges** – The following fees and charges apply to this account – A per item charge of \$15.00 will be charged for each debit transaction (withdrawal, check paid, automatic transfer or payment out of the account) in excess of six during a statement cycle.

## **6 - Month Certificate of Deposit**

**Rate Information** – You will be paid the disclosed rate until first maturity.

**Compounding frequency** – Interest will be compounded every three months unless withdrawn.

**Crediting frequency** - Interest will be credited to your account every three months.

**Effect of closing an account** – If you close your account before interest is credited, you will not receive the accrued interest.

**Minimum Balance Requirement** – You must make a minimum deposit to open this account of \$1,000.00.

**Minimum Balance to obtain the annual percentage yield disclosed** – You must maintain a minimum balance of \$1,000.00 on a daily basis to earn the annual percentage yield disclosed.

**Daily balance computation method** - We use the daily balance method to calculate the interest on your account. This method applies a daily periodic rate to the principal in the account each day.

**Accrual of interest on noncash deposits** - Interest begins to accrue on the business day you deposit any noncash items (for example, checks).

**Transaction limitations** - You may not make any deposits into your account before maturity.

**Withdrawals of Interest** - You may withdrawal interest credited during the term in which it was credited without penalty.

**Early withdrawal penalties** – A penalty may be imposed for withdrawals before maturity. If we consent to a request for a withdrawal that is otherwise not permitted you may have a penalty. The penalty will be an amount equal to 90 days interest on the amount withdrawn.

**Automatically renewable time account** - This account will automatically renew at maturity. Each renewal term will be the same as the original term, beginning on the maturity date, unless we notify you in writing, before a maturity date, of a different term for renewal. You will have ten calendar days after maturity to withdraw the funds without a penalty.

You may prevent renewal if you withdraw the funds in the account at maturity or within the 10-day grace period or we receive written notice from you within the 10-day grace period after the maturity date that you do not want this account to automatically renew. If you prevent renewal, interest will not accrue after final maturity.

Interest earned during one term that is not withdrawn during or immediately after that term is added to principal for the renewal term.

The rate for each renewal term will be determined by us on or just before the renewal date. You may call us on or shortly before the maturity date and we can tell you what the interest rate will be for the next renewal term. We will remind you in advance of the renewal and tell you when the rate will be known for the renewal period.

## **9 - Month Certificate of Deposit**

**Rate Information** – You will be paid the disclosed rate until first maturity.

**Compounding frequency** – Interest will be compounded every three months unless withdrawn.

**Crediting frequency** - Interest will be credited to your account every three months.

**Effect of closing an account** – If you close your account before interest is credited, you will not receive the accrued interest.

**Minimum Balance Requirement** – You must make a minimum deposit to open this account of \$1,000.00.

**Minimum Balance to obtain the annual percentage yield disclosed** – You must maintain a minimum balance of \$1,000.00 on a daily basis to earn the annual percentage yield disclosed.

**Daily balance computation method** - We use the daily balance method to calculate the interest on your account. This method applies a daily periodic rate to the principal in the account each day.

**Accrual of interest on noncash deposits** - Interest begins to accrue on the business day you deposit any noncash items (for example, checks).

**Transaction limitations** - You may not make any deposits into your account before maturity.

**Withdrawals of Interest** - You may withdrawal interest credited during the term in which it was credited without penalty.

**Early withdrawal penalties** – A penalty may be imposed for withdrawals before maturity. If we consent to a request for a withdrawal that is otherwise not permitted you may have a penalty. The penalty will be an amount equal to 90 days interest on the amount withdrawn.

**Automatically renewable time account** - This account will automatically renew at maturity. Each renewal term will be the same as the original term, beginning on the maturity date, unless we notify you in writing, before a maturity date, of a different term for renewal. You will have ten calendar days after maturity to withdraw the funds without a penalty.

You may prevent renewal if you withdraw the funds in the account at maturity or within the 10-day grace period or we receive written notice from you within the 10-day grace period after the maturity date that you do not want this account to automatically renew. If you prevent renewal, interest will not accrue after final maturity.

Interest earned during one term that is not withdrawn during or immediately after that term is added to principal for the renewal term.

The rate for each renewal term will be determined by us on or just before the renewal date. You may call us on or shortly before the maturity date and we can tell you what the interest rate will be for the next renewal term. We will remind you in advance of the renewal and tell you when the rate will be known for the renewal period.

## 12 - Month Certificate of Deposit

**Rate Information** – You will be paid the disclosed rate until first maturity.

**Compounding frequency** – Interest will be compounded every three months unless withdrawn.

**Crediting frequency** - Interest will be credited to your account every three months.

**Effect of closing an account** – If you close your account before interest is credited, you will not receive the accrued interest.

**Minimum Balance Requirement** – You must make a minimum deposit to open this account of \$1,000.00.

**Minimum Balance to obtain the annual percentage yield disclosed** – You must maintain a minimum balance of \$1,000.00 on a daily basis to earn the annual percentage yield disclosed.

**Daily balance computation method** - We use the daily balance method to calculate the interest on your account. This method applies a daily periodic rate to the principal in the account each day.

**Accrual of interest on noncash deposits** - Interest begins to accrue on the business day you deposit any noncash items (for example, checks).

**Transaction limitations** - You may not make any deposits into your account before maturity.

**Withdrawals of Interest** - You may withdrawal interest credited during the term in which it was credited without penalty.

**Early withdrawal penalties** – A penalty may be imposed for withdrawals before maturity. If we consent to a request for a withdrawal that is otherwise not permitted you may have a penalty. The penalty will be an amount equal to 90 days interest on the amount withdrawn.

**Automatically renewable time account** - This account will automatically renew at maturity. Each renewal term will be the same as the original term, beginning on the maturity date, unless we notify you in writing, before a maturity date, of a different term for renewal. You will have ten calendar days after maturity to withdraw the funds without a penalty.

You may prevent renewal if you withdraw the funds in the account at maturity or within the 10-day grace period or we receive written notice from you within the 10-day grace period after the maturity date that you do not want this account to automatically renew. If you prevent renewal, interest will not accrue after final maturity.

Interest earned during one term that is not withdrawn during or immediately after that term is added to principal for the

renewal term.

The rate for each renewal term will be determined by us on or just before the renewal date. You may call us on or shortly before the maturity date and we can tell you what the interest rate will be for the next renewal term. We will remind you in advance of the renewal and tell you when the rate will be known for the renewal period.

## 18 - Month Certificate of Deposit

**Rate Information** – You will be paid the disclosed rate until first maturity.

**Compounding frequency** – Interest will be compounded every three months unless withdrawn.

**Crediting frequency** - Interest will be credited to your account every three months.

**Effect of closing an account** – If you close your account before interest is credited, you will not receive the accrued interest.

**Minimum Balance Requirement** – You must make a minimum deposit to open this account of \$1,000.00.

**Minimum Balance to obtain the annual percentage yield disclosed** – You must maintain a minimum balance of \$1,000.00 on a daily basis to earn the annual percentage yield disclosed.

**Daily balance computation method** - We use the daily balance method to calculate the interest on your account. This method applies a daily periodic rate to the principal in the account each day.

**Accrual of interest on noncash deposits** - Interest begins to accrue on the business day you deposit any noncash items (for example, checks).

**Transaction limitations** - You may not make any deposits into your account before maturity.

**Withdrawals of Interest** - You may withdrawal interest credited during the term in which it was credited without penalty.

**Early withdrawal penalties** – A penalty may be imposed for withdrawals before maturity. If we consent to a request for a withdrawal that is otherwise not permitted you may have a penalty. The penalty will be an amount equal to 135 days interest on the amount withdrawn.

**Automatically renewable time account** - This account will automatically renew at maturity. Each renewal term will be the same as the original term, beginning on the maturity date, unless we notify you in writing, before a maturity date, of a different term for renewal. You will have ten calendar days after maturity to withdraw the funds without a penalty.

You may prevent renewal if you withdraw the funds in the account at maturity or within the 10-day grace period or we receive written notice from you within the 10-day grace period after the maturity date that you do not want this account to automatically renew. If you prevent renewal, interest will not accrue after final maturity.

Interest earned during one term that is not withdrawn during or immediately after that term is added to principal for the renewal term.

The rate for each renewal term will be determined by us on or just before the renewal date. You may call us on or shortly before the maturity date and we can tell you what the interest rate will be for the next renewal term. We will remind you in advance of the renewal and tell you when the rate will be known for the renewal period.

## 24 - Month Certificate of Deposit

**Rate Information** – You will be paid the disclosed rate until first maturity.

**Compounding frequency** – Interest will be compounded every three months unless withdrawn.

**Crediting frequency** - Interest will be credited to your account every three months.

**Effect of closing an account** – If you close your account before interest is credited, you will not receive the accrued interest.

**Minimum Balance Requirement** – You must make a minimum deposit to open this account of \$1,000.00.

**Minimum Balance to obtain the annual percentage yield disclosed** – You must maintain a minimum balance of \$1,000.00 on a daily basis to earn the annual percentage yield disclosed.

**Daily balance computation method** - We use the daily balance method to calculate the interest on your account. This method applies a daily periodic rate to the principal in the account each day.

**Accrual of interest on noncash deposits** - Interest begins to accrue on the business day you deposit any noncash items (for example, checks).

**Transaction limitations** - You may not make any deposits into your account before maturity.

**Withdrawals of Interest** - You may withdrawal interest credited during the term in which it was credited without penalty.



**Early withdrawal penalties** – A penalty may be imposed for withdrawals before maturity. If we consent to a request for a withdrawal that is otherwise not permitted you may have a penalty. The penalty will be an amount equal to 135 days interest on the amount withdrawn.

**Automatically renewable time account** - This account will automatically renew at maturity. Each renewal term will be the same as the original term, beginning on the maturity date, unless we notify you in writing, before a maturity date, of a different term for renewal. You will have ten calendar days after maturity to withdraw the funds without a penalty.

You may prevent renewal if you withdraw the funds in the account at maturity or within the 10-day grace period or we receive written notice from you within the 10-day grace period after the maturity date that you do not want this account to automatically renew. If you prevent renewal, interest will not accrue after final maturity.

Interest earned during one term that is not withdrawn during or immediately after that term is added to principal for the renewal term.

The rate for each renewal term will be determined by us on or just before the renewal date. You may call us on or shortly before the maturity date and we can tell you what the interest rate will be for the next renewal term. We will remind you in advance of the renewal and tell you when the rate will be known for the renewal period.

## 36 - Month Certificate of Deposit

**Rate Information** – You will be paid the disclosed rate until first maturity.

**Compounding frequency** – Interest will be compounded every three months unless withdrawn.

**Crediting frequency** - Interest will be credited to your account every three months.

**Effect of closing an account** – If you close your account before interest is credited, you will not receive the accrued interest.

**Minimum Balance Requirement** – You must make a minimum deposit to open this account of \$1,000.00.

**Minimum Balance to obtain the annual percentage yield disclosed** – You must maintain a minimum balance of \$1,000.00 on a daily basis to earn the annual percentage yield disclosed.

**Daily balance computation method** - We use the daily balance method to calculate the interest on your account. This method applies a daily periodic rate to the principal in the account each day.

**Accrual of interest on noncash deposits** - Interest begins to accrue on the business day you deposit any noncash items (for example, checks).

**Transaction limitations** - You may not make any deposits into your account before maturity.

**Withdrawals of Interest** - You may withdrawal interest credited during the term in which it was credited without penalty.

**Early withdrawal penalties** – A penalty may be imposed for withdrawals before maturity. If we consent to a request for a withdrawal that is otherwise not permitted you may have a penalty. The penalty will be an amount equal to 180 days interest on the amount withdrawn.

**Automatically renewable time account** - This account will automatically renew at maturity. Each renewal term will be the same as the original term, beginning on the maturity date, unless we notify you in writing, before a maturity date, of a different term for renewal. You will have ten calendar days after maturity to withdraw the funds without a penalty.

You may prevent renewal if you withdraw the funds in the account at maturity or within the 10-day grace period or we receive written notice from you within the 10-day grace period after the maturity date that you do not want this account to automatically renew. If you prevent renewal, interest will not accrue after final maturity.

Interest earned during one term that is not withdrawn during or immediately after that term is added to principal for the renewal term.

The rate for each renewal term will be determined by us on or just before the renewal date. You may call us on or shortly before the maturity date and we can tell you what the interest rate will be for the next renewal term. We will remind you in advance of the renewal and tell you when the rate will be known for the renewal period.

## 48 - Month Certificate of Deposit

**Rate Information** – You will be paid the disclosed rate until first maturity.

**Compounding frequency** – Interest will be compounded every three months unless withdrawn.

**Crediting frequency** - Interest will be credited to your account every three months.

**Effect of closing an account** – If you close your account before interest is credited, you will not receive the accrued interest.

**Minimum Balance Requirement** – You must make a minimum deposit to open this account of \$1,000.00.

**Minimum Balance to obtain the annual percentage yield disclosed** – You must maintain a minimum balance of \$1,000.00 on a daily basis to earn the annual percentage yield disclosed.

**Daily balance computation method** - We use the daily balance method to calculate the interest on your account. This method applies a daily periodic rate to the principal in the account each day.

**Accrual of interest on noncash deposits** - Interest begins to accrue on the business day you deposit any noncash items (for example, checks).

**Transaction limitations** - You may not make any deposits into your account before maturity.

**Withdrawals of Interest** - You may withdrawal interest credited during the term in which it was credited without penalty.

**Early withdrawal penalties** – A penalty may be imposed for withdrawals before maturity. If we consent to a request for a withdrawal that is otherwise not permitted you may have to pay a penalty. The penalty will be an amount equal to 225 days interest on the amount withdrawn.

**Automatically renewable time account** - This account will automatically renew at maturity. Each renewal term will be the same as the original term, beginning on the maturity date, unless we notify you in writing, before a maturity date, of a different term for renewal. You will have ten calendar days after maturity to withdraw the funds without a penalty.

You may prevent renewal if you withdraw the funds in the account at maturity or within the 10-day grace period or we receive written notice from you within the 10-day grace period after the maturity date that you do not want this account to automatically renew. If you prevent renewal, interest will not accrue after final maturity.

Interest earned during one term that is not withdrawn during or immediately after that term is added to principal for the renewal term.

The rate for each renewal term will be determined by us on or just before the renewal date. You may call us on or shortly before the maturity date and we can tell you what the interest rate will be for the next renewal term. We will remind you in advance of the renewal and tell you when the rate will be known for the renewal period.

## 60 - Month Certificate of Deposit

**Rate Information** – You will be paid the disclosed rate until first maturity.

**Compounding frequency** – Interest will be compounded every three months unless withdrawn.

**Crediting frequency** - Interest will be credited to your account every three months.

**Effect of closing an account** – If you close your account before interest is credited, you will not receive the accrued interest.

**Minimum Balance Requirement** – You must make a minimum deposit to open this account of \$1,000.00.

**Minimum Balance to obtain the annual percentage yield disclosed** – You must maintain a minimum balance of \$1,000.00 on a daily basis to earn the annual percentage yield disclosed.

**Daily balance computation method** - We use the daily balance method to calculate the interest on your account. This method applies a daily periodic rate to the principal in the account each day.

**Accrual of interest on noncash deposits** - Interest begins to accrue on the business day you deposit any noncash items (for example, checks).

**Transaction limitations** - You may not make any deposits into your account before maturity.

**Withdrawals of Interest** - You may withdrawal interest credited during the term in which it was credited without penalty.

**Early withdrawal penalties** – A penalty may be imposed for withdrawals before maturity. If we consent to a request for a withdrawal that is otherwise not permitted you may have to pay a penalty. The penalty will be an amount equal to 270 days interest on the amount withdrawn.

**Automatically renewable time account** - This account will automatically renew at maturity. Each renewal term will be the same as the original term, beginning on the maturity date, unless we notify you in writing, before a maturity date, of a different term for renewal. You will have ten calendar days after maturity to withdraw the funds without a penalty.

You may prevent renewal if you withdraw the funds in the account at maturity or within the 10-day grace period or we receive written notice from you within the 10-day grace period after the maturity date that you do not want this account to automatically renew. If you prevent renewal, interest will not accrue after final maturity.

Interest earned during one term that is not withdrawn during or immediately after that term is added to principal for the

renewal term.

The rate for each renewal term will be determined by us on or just before the renewal date. You may call us on or shortly before the maturity date and we can tell you what the interest rate will be for the next renewal term. We will remind you in advance of the renewal and tell you when the rate will be known for the renewal period.

## **IMPORTANT ACCOUNT INFORMATION FOR OUR CUSTOMERS**

### **SCHEDULE OF FEES (2023)**

**Limits and fees** – The following fees may be assessed against your account and the following transaction limitations, if any, may apply to your account:

#### **ATM and Debit Card Fees**

ATM convenience Fee (Charge per withdrawal at ATMs we do not own or operate)	\$ 1.00
Replacement Debit Card	\$ 10.00

#### **Transfer Fees**

Telephone Transfers (per transfer)	\$ 5.00
Overdraft Protection Transfer Fee (per transfer)	\$ 5.00

#### **Check Fees**

Check Printing	Fee depends on style of check
Cashier's Check	\$ 5.00
Bank Check	\$ 5.00

#### **Overdraft/Nonsufficient Funds Fees**

Overdraft (each overdraft paid)	\$ 35.00
The Overdraft Fee applies to overdrafts created by check, in-person withdrawal, ATM Withdrawal, or other electronic means.	
Overdrawn balance less than \$10.00 (each item)	\$ 5.00
Overdraft-Daily Fee Limit (Consumer accounts only)	\$175.00
Nonsufficient funds (each presentment*)	\$ 35.00

The NSF Fee can be incurred by check, in-person withdrawal, ATM withdrawal, or other electronic means.

\*NSF fees may be charged each time a payment is presented if the amount of money available in your account is not sufficient to cover the payment, regardless of the number of times the payment is presented.

#### **Additional Account Fees**

Returned Deposit Items (Commercial Accounts Only)	\$ 10.00
Stop Payments – all items	\$ 30.00
Reopening Account Fee (accounts previously submitted for collections)	\$ 25.00
Account Abuse Closing Fee	\$ 25.00
Account Inactivity Fee	\$ 5.00 per month
Account Research and Balancing 1 Hour Minimum	\$ 30.00 per hour

#### **Statement Fees**

Paper Statement	\$ 3.00
Copy of Statement	\$ 3.00

#### **Wire Transfer**

Domestic (Incoming)	\$ 20.00
Domestic (Outgoing)	\$ 30.00
Foreign (Incoming)	\$ 20.00
Foreign (Outgoing)	\$ 60.00
Off-Line Wire (Wire received not using Bank's wire instructions)	\$ 90.00

#### **Legal Charges**

Garnishments	\$100.00
Levy	\$100.00
Child Support	As Permitted by State

#### **Safe Deposit Box Fees**

Past Due Safe Deposit Box Rental Payment	\$ 10.00
Lost Safe Deposit Box Key	\$ 20.00
Drilling Safe Deposit Box	\$150.00

#### **Check Collection Fee**

Collection Items (Includes Canadian Checks)

\$18.00 for 1<sup>st</sup> item  
\$ 5.00 for each additional item

**Foreign Currency Fee**

Purchase Foreign Currency \$ 20.00

Sell Foreign Currency \$ 20.00

**Additional Services & Fees**

License Sticker Renewal Fee \$ 9.50

Vehicle Title Service (Illinois Only) \$ 50.00

Notary Service Non-Customer \$ 2.00

Non-Customer Business Change order \$ 10.00

Fax Service (limit of ten pages) \$ 5.00