

First State Bank

Overton, Texas

WHAT YOU NEED TO KNOW ABOUT OVERDRAFTS AND OVERDRAFT FEES

After AUGUST 15, 2010, we will NOT authorize and pay overdrafts for the following types of transactions UNLESS YOU ASK US TO (see below).

An overdraft occurs when you do not have enough money in your account to cover a transaction, but we pay it anyway. We can cover your overdrafts in two different ways:

1. We provide "Overdraft Privilege" services on eligible accounts, following a 60-day account review after opening.
2. We also offer overdraft protection plans such as a link to another First State Bank account, which may be less expensive than our "Overdraft Privilege" service. To learn more, ask us about these plans.

This notice explains our standard overdraft practices.

▶▶How do the standard overdraft practices work with my account?

We do authorize and pay overdrafts for the following types of transactions:

- Checks and other transactions made using your checking account number.
- Automatic bill payments

We do not authorize and pay overdrafts for the following types of transactions unless you ask us to (see below).

- ATM transactions
- Everyday Debit Card transactions

We pay overdrafts at our discretion, which means we do not guarantee that we will always authorize and pay any type of transaction.

If we do not authorize and pay an overdraft, your transaction MAY be declined.

▶▶What fees will I be charged if First State Bank pays my overdraft?

Under our standard overdraft practices:

- We will charge you a paid/return item fee of up to **\$30** each time we pay an overdraft.
- There is no limit on the total fees we can charge you for overdrawing your account.

▶▶What if I want First State Bank to authorize and pay overdrafts on my ATM and everyday Debit Card transactions?

If you want us to authorize and pay overdrafts on your ATM and everyday Debit Card transactions, simply opt in by printing and completing this form and return it to any First State Bank – Overton branch location, or mailing it to: First State Bank, P.O. Box 70, Overton, TX 75684. You can also opt in by calling 903-834-3161.

I do not want First State Bank to authorize and pay overdrafts on my ATM and everyday Debit Card Transactions.

I do want First State Bank to authorize and pay overdrafts on my ATM and everyday Debit Card Transactions.

List ALL ACCOUNTS that you want this overdraft service for:

Printed Name: _____ Date: _____

Signature: _____

Account Number: _____ Account Number: _____ Account Number: _____

Account Number: _____ Account Number: _____ Account Number: _____

There is NO FEE for opting into this program.