OVERDRAFT COVERAGE OPTIONS:
OVERDRAFT PROTECTION AND OVERDRAFT PRIVILEGE

Payne County Bank understands that unexpected overdrafts occur from time to time – Overdraft Coverage can help.

Overdraft Coverage Options
The choice is yours. Consider these ways to cover overdrafts:

Service	Cost
Overdraft Protection link to another deposit account you have at Payne County Bank[1]	**$0.00 fee per transfer**
Overdraft Privilege Standard or Extended Coverage	**$30.00 Overdraft Charge per item presented*. Daily fees may apply.**

[1]Call us at 405-547-2436, odpriv@paynecountybank.com, or come by a branch to sign up or apply for this service.

**** Per item presented means each time an item is presented, including re-presentment***

Overdraft Protection applies to all transactions and may help prevent overdrafts by automatically transferring funds to your checking account from another account you may have at Payne County Bank for no fee transfer.

Overdraft Privilege allows you to overdraw your account up to the disclosed limit for a fee to pay a transaction. Even if you have Overdraft Protection, Overdraft Privilege is still available as secondary coverage if the other protection source is exhausted. Please review ***What Else You Should Know*** for other important information.

Transactions Covered with Overdraft Privilege	Standard Coverage (No action required)	Extended Coverage (Your consent required on consumer accounts) *	If you would like to select Extended Coverage for future transactions:
Checks	**X**	**X**	• call us at 405-547-2436 • complete the online consent form found at www.paynecountybank.com • visit our Main Bank or Chandler Branch • complete a consent form and mail it to us at P.O. Box 579, Perkins, OK 74059 • odpriv@paynecountybank.com
ACH - Automatic Debits	**X**	**X**	
Recurring Debit Card Transactions	**X**	**X**	
Online Bill Pay Items	**X**	**X**	
Teller Window Transactions	**X**	**X**	
ATM Transactions		**X***	
Everyday Debit Card Transactions		**X***	

*If you choose Extended Coverage on your consumer account, **ATM transactions and everyday debit card transactions** will be included with the transactions listed under Standard Coverage. If you already have Overdraft Privilege Extended Coverage, it is not necessary to request it again.

You can discontinue Overdraft Privilege in its entirety by contacting us at 405-547-2436 or sending us an email at odpriv@paynecountybank.com.

WHAT ELSE YOU SHOULD KNOW

- A link to another account or line of credit may be less expensive than an overdraft. A single larger overdraft will result in one fee, instead of multiple smaller overdrafts. Use our mobile, internet, and telephone banking services to track your balance. For financial education resources, please visit www.mymoney.gov.
- The $30.00 Overdraft Charge that is charged if you overdraw your account is the same fee that is charged if an item is returned as unpaid. If multiple items overdraw your account on the same day, each item will be assessed an appropriate Overdraft Charge or a Return Item Charge of $30.00. All fees and charges will be included as part of the Overdraft Privilege limit amount. Your account may become overdrawn more than the Overdraft Privilege limit amount because of a fee.
- For consumer accounts, there is no limit on the total Overdraft Charges per day we will charge.

- Recipients of federal or state benefits payments who do not wish us to deduct the amount overdrawn and the Overdraft Charge from funds that they deposit or that are deposited into their account may call us at 405-547-2436 to discontinue Overdraft Privilege.
- If an item is returned because the Available Balance (as defined below) in your account is not sufficient to cover the item and the item is presented for payment again, Payne County Bank ('We") may charge a Return Item Charge each time it returns the item because it exceeds the Available Balance in your account. Because we may charge a Return Item Charge each time an item is presented, **we may charge you more than one fee for any given item as a result of a returned item and re-presentment of the item.** When we charge a Return Item Charge, the charge reduces the Available Balance in your account and may put your account into (or further into) overdraft. If, on representment of the item, the available balance in your account is sufficient to cover the item Payne County Bank may pay the item, and, if payment causes an overdraft, charge an Overdraft Charge. We may use the terms "item" and "transaction" interchangeably.
- If your account balance remains overdrawn for longer than 1 Business day, we will charge your account a daily Overdraft Fee of 21% of the Overdrawn Balance for each of the consecutive Business days the account remains overdrawn, beginning with day 1.
- This describes the posting order for purposes of determining overdrafts. Our general policy is to post items throughout the day and to post ACH credits before debits in the following order by dollar amount from low to high, force-pay item, outgoing wire transfers, cash withdrawals, over-the-counter items, cash withdrawals through ATM, POS transactions, everyday debit card transactions, recurring debit card transactions, ACH debits and In-clearing checks, automatic debit transactions, fees and other miscellaneous items; however, because of the many ways we allow you to access your account, the posting order of individual items may differ from these general policies. Holds on funds (described herein) and the order in which transactions are posted may impact the total amount of Overdraft Charges or Return Item Charges assessed.
- Overdraft Privilege is not a line of credit; it is a discretionary overdraft service that can be withdrawn at any time without prior notice.
- Depositor and each Account Holder will continue to be liable, jointly and severally, for all overdraft and fee amounts, as described in the Terms & Conditions of Account Disclosure. The total (negative) balance, including all fees and charges, is due and payable upon demand.
- We may be obligated to pay some debit card transactions that are not authorized through the payment system but which we are required to pay due to the payment system rules, and as a result you may incur fees if such transactions overdraw your account. However, we will not authorize debit card or ATM transactions unless your account's Available Balance (including Overdraft Coverage Options) is sufficient to cover the transactions and any fee(s).
- Giving us your consent to pay everyday debit card and ATM overdrafts on your consumer account (Extended Coverage) may result in you incurring Overdraft Charges for transactions that we would otherwise be required to pay without assessing an Overdraft Charge. However, this would allow us to authorize transactions up to the amount of your Overdraft Privilege limit. If you consent to Extended Coverage on your consumer account, it will remain on your account until it is otherwise withdrawn.

Understanding your Available Balance: Your account has two kinds of balances: the Ledger Balance and the Available Balance.

- We authorize and pay transactions using the Available Balance.
- Your Ledger Balance reflects the full amount of all deposits to your account as well as payment transactions that have been posted to your account. It does not reflect checks you have written and are still outstanding or transactions that have been authorized but are still pending.
- Your Available Balance is the amount available to you to use for purchases, withdrawals, or to cover transactions. The Available Balance is your Ledger Balance, less any holds due to pending debit card transactions and holds on deposited funds.
- The balance used for authorizing checks, ACH items, and recurring debit card transactions is your Available Balance plus the amount of the Overdraft Privilege limit and any available Overdraft Protection.
- The balance used for authorizing ATM and everyday debit card transactions on accounts with Standard Coverage is your Available Balance but does NOT include the Overdraft Privilege limit.
- The balance used for authorizing ATM and everyday debit card transactions on accounts with Extended Coverage is your Available Balance and includes the Overdraft Privilege limit.
- Because your Available Balance reflects pending transactions and debit holds, your balance may appear to cover a transaction but later upon settlement it may not be sufficient to cover such transaction. In such cases, the transaction may further overdraw your account and be subject to additional overdraft fees. You should assume that any item which would overdraw your account based on your Available Balance may create an overdraft. Note that we may place a hold on deposited funds in accordance with our Deposit Account Agreement and Disclosure, which will reduce the amount in your Available Balance.

- Please be aware that the Overdraft Privilege amount is not included in your Available Balance provided through online banking, mobile banking or Payne County Bank's ATMs.
- Payne County Bank will place a hold on your account for any authorized debit card transaction until the transaction settles (usually within two business days) or as permitted by payment system rules. In some cases, the hold may exceed the amount of the transaction. When the hold ends, the funds will be added to the Available Balance in your account. If your account is overdrawn after the held funds are added to the Available Balance and the transaction is posted to the Available Balance, an Overdraft Charge may be assessed.
- Except as described herein, Payne County Bank may not pay items if the Available Balance in your account (including the Overdraft Privilege limit, if applicable) is not sufficient to cover the item(s) and the amount of any fee(s).

Understanding Overdraft Privilege Limits

- New eligible consumer checking accounts may receive a $100.00 Introductory Overdraft Privilege limit at account opening that may be increased to $450.00 after 30 days in good standing.
- Overdraft Privilege may be reduced if you default on any loan or other obligation to us, your account becomes subject to any legal or administrative order or levy, or if you fail to maintain your account in good standing by not bringing your account to a positive balance within 32 days for a minimum of one business day. You must bring your account balance positive for at least one business day to have the full Overdraft Privilege limit reinstated.

If you have any questions about Overdraft Protection or Overdraft Privilege, please call us at 405-547-2436 or visit our Main Bank or Chandler branch.

WHAT YOU NEED TO KNOW ABOUT OVERDRAFTS AND INSUFFICIENT FUNDS FEES

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 have standard overdraft practices that come with your account.
2. We also offer overdraft protection plans, such as a link to another account which may be less costly than our standard overdraft practices. To learn more, ask us about these plans.

This notice explains our standard overdraft practices.

- **What are the standard overdraft practices that come 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 will not authorize and pay overdrafts for the following types of transactions without your consent.

  - 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 will be declined.**

- **What fees will I be charged if Payne County Bank pays my overdraft?**

  Under our standard overdraft practices:

  - We will charge you a fee of up to **$30.00** each time we pay an overdraft
  - If your account balance remains overdrawn for longer than 1 Business Day, we will charge your account a daily Overdraft Fee of 21% of the Overdrawn Balance for each of the consecutive Business Days, the account remains overdrawn, beginning with day 1
  - There is no limit per day on the total fees we can charge you for overdrawing your account

- **What if I want Payne County Bank to authorize and pay overdrafts on my ATM and everyday debit card transactions?**

  If you want us to authorize and pay overdrafts on ATM and everyday debit card transactions, call (405) 547-2436, visit our website at www.paynecountybank.com, email us at odpriv@paynecountybank.com, complete the form below and present it at our Main Bank or mail it to: P.O. Box 579, Perkins, OK 74059. You can revoke your authorization for Payne County Bank to pay these overdrafts at any time by any of the above methods. Your revocation must include both your name and your account number so that we can properly identify your account.

_____ **I do not** want Payne County Bank to authorize and pay overdrafts on my ATM and everyday debit card transactions.

_____ **I want** Payne County Bank to authorize and pay overdrafts on my ATM and everyday debit card transactions.

Printed Name: _____

Signature: _____

Date: _____

Account Number: _____