

## COURTESY PAY INFORMATION

Courtesy Pay may provide certain accountholders in "good standing" with the ability to overdraw their checking account up to \$1,200. The Courtesy Pay limit includes any overdraft fees assessed.

Courtesy Pay is extended, without additional charge, to all personal and Free Small Business account holders with checking accounts in good standing. Account holders in good standing are defined as:

- a. making regular deposits sufficient to cover transactions;
- b. bringing accounts current for at least one (1) business day every 30 days; and
- c. not having any legal orders, judgments, or liens outstanding against the account.

We may, at the sole discretion of the Bank, pay overdrafts up to the limit mentioned above, including our normal Non-Sufficient Funds (NSF Fee Charge) or Courtesy Pay charges. Whether we pay or return an item, your account will be assessed a fee, either as a Courtesy Pay charge or a Non-Sufficient Funds charge of \$32.50 per item; but you will not be charged both fees. Additionally, an overdraft charge of \$3.00 will be imposed each day your account continues to be overdrawn beginning on the 3rd business day of the overdraft. There is no limit on the total fees we can charge you for overdrawing your account.

Courtesy Pay offers additional flexibility and convenience in managing accountholder funds and provides peace of mind knowing that items may be paid up to the authorized overdraft limit. Using Courtesy Pay may be more costly than other overdraft payment options we may offer. Other overdraft payment options include a link to a savings account to transfer funds. Please see a Personal Banker for more options and details.

This non-contractual courtesy of paying overdrafts requires no accountholder action. Courtesy Pay costs nothing unless the privilege is used - by initiating checks, ACH/Pre-authorized drafts and/or electronic debits transactions, Bill Pay, On-Line Banking, or Audio Response system. If you choose to authorize The Callaway Bank to pay overdrafts on your ATM and everyday Debit Card transactions then these transactions will be covered by your Courtesy Pay privilege. If you maintain the account in good standing and have need for this "courtesy", we may pay the item(s) up to the authorized limit and charge the current Non-Sufficient Funds or Courtesy Pay charge for each item. We will send you a notice each time an overdraft occurs.

You may Opt-Out out of Courtesy Pay at any time. If you do not want us to pay your overdrafts up to the authorized limit, you must tell us (opt-out) in writing. See a Personal Banker for details.

Courtesy Pay allows The Callaway Bank to provide a higher level of service to our accountholders by helping to protect your reputation and account when an inadvertent overdraft occurs.

Additional information is located in your account agreement. If you have further questions, please contact us at (800) 446-2265.