

CONSUMER DEPOSIT AGREEMENT AND DISCLOSURES



City Bank



BLANK PAGE

TABLE OF CONTENTS

Consumer Deposit Account and Services Agreement	1
Overdraft Protection (ODP)	6
Funds Availability Disclosure	8
Substitute Checks and Your Rights	9
Digital and Online Banking Services	9
Electronic Fund Transfer Disclosures	9
ATM/Debit Card Safety Tips	11
Protect Yourself from Identity Theft and Fraud	12
Schedule of Fees	12

Privacy Notice

Federal law requires us to tell you how we collect, share, and protect your personal information. Our privacy policy has not changed and you may review our policy and practices with respect to your personal information at city.bank/privacy-policy or we will mail you a free copy upon request if you call us at 800-687-2265.

Important Information about Procedures for Opening a New Account:

To help the government fight the funding of terrorism and money laundering services, federal law requires all financial institutions 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 will also ask to see your driver's license or other identifying documents. The information received from you is very confidential and will be treated with a great deal of respect from all employees of City Bank.

CONSUMER DEPOSIT ACCOUNT AND SERVICES AGREEMENT

Agreement:

This booklet, along with any other documents we give you pertaining to your account(s), is a contract that establishes rules which control your accounts(s) with us. Please read this carefully. If you sign the signature card or open or continue to use the account, you agree to these rules. This deposit account agreement is also subject to other rules such as the operating letters of the federal reserve banks and payment processing system rules. You will receive a separate schedule of rates, qualifying balances, and fees if they are not included in this document. If you have any questions, please call us. Please retain these terms and conditions for future reference. Nothing in this document is intended to vary the institution's duty to act in good faith and with ordinary care when required by law.

Terms:

This agreement establishes the basic terms of the relationship between City Bank and you. You, your and yours mean the Depositor(s). We, our, ours and us mean City Bank. Unless the context clearly requires otherwise, a singular term includes the plural and vice versa, and a word of one gender includes the other. An "item" is any check, draft, or order for the payment of money, oral or written, in electronic or other form. A "business day" is any day we are open for banking business. Every day is a business day except Saturdays, Sundays, and federal holidays. "Such as" means the terms that follow are examples and are not intended to limit the possibilities. "This Agreement" means this document and any subsequent amendments that we give you, including disclosures such as Truth-in-Savings and electronic funds transfer agreements, fee schedules, the signature card and any agreement for banking services connected with this account.

Binding Agreement:

You have read this agreement and understand that it is binding between you and us for a deposit account, hereafter "the account."

Multiple Owners:

If there are multiple account owners, each owner may perform any permitted action with the account, such as endorse items for deposit or collection even if payable to another owner, pledge it as collateral for any obligation, move funds by check or other means, close it, authorize others to conduct transactions on it and give instructions for transfers, stop payments and all other matters relating to it. No owner may cancel a stop payment entered by another owner. Each owner appoints the other owner as attorney-in-fact to endorse and cash items. A notice sent to one owner is effective for all owners. You guarantee the signature of each owner. You will be responsible for any liability, such as an overdraft, fee, or refund to the government of a direct deposit, even though caused by another owner. You will notify us immediately after you learn of the death or declaration of incompetence of any co-owner.

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 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.

(1) SINGLE-PARTY ACCOUNT WITHOUT "P.O.D." (PAYABLE ON DEATH) DESIGNATION. The party to the account owns the account. On the death of the party, ownership of the account passes as a part of the party's estate under the party's will or by intestacy.

(2) SINGLE-PARTY ACCOUNT WITH "P.O.D." (PAYABLE ON DEATH) DESIGNATION. The party to the account owns the account. On the death of the party, ownership of the account passes to the P.O.D. beneficiaries of the account. The account is not a part of the party's estate.

(3) MULTIPLE-PARTY ACCOUNT WITHOUT RIGHT OF SURVIVORSHIP. The parties to the account own the account in proportion to the parties' net contributions to the account. The financial institution may pay any sum in the account to a party at any time. On the death of a party, the party's ownership of the account passes as a part of the party's estate under the party's will or by intestacy.

(4) **TEXAS-MULTIPLE-PARTY ACCOUNT WITH RIGHT OF SURVIVORSHIP.** The parties to the account own the account in proportion to the parties' net contributions to the account. The financial institution may pay any sum in the account to a party at any time. On the death of a party, the party's ownership of the account passes to the surviving parties.

(5) **NEW MEXICO-MULTIPLE-PARTY ACCOUNT WITH RIGHT OF SURVIVORSHIP.** The parties to the account own the account in proportion to the parties' net contributions to the account. The financial institution may pay any sum in the account to a party at any time. On the death of a party, the party's ownership of the account passes to the surviving parties. If two or more parties survive and one is the surviving spouse of the deceased party, the amount to which the deceased party, immediately before death, was beneficially entitled by law belongs to the surviving spouse. If two or more parties survive and none is the spouse of the decedent, the amount to which the deceased party, immediately before death, was beneficially entitled by law belongs to the surviving parties in equal shares and augments the proportion to which each surviving party, immediately before the deceased party's death, was beneficially entitled under law, and the right of survivorship continues between the surviving parties.

(6) **MULTIPLE-PARTY ACCOUNT WITH RIGHT OF SURVIVORSHIP AND P.O.D. (PAYABLE ON DEATH) DESIGNATION.** The parties to the account own the account in proportion to the parties' net contributions to the account. The financial institution may pay any sum in the account to a party at any time. On the death of the last surviving party, the ownership of the account passes to the P.O.D. beneficiaries.

(7) **TRUST ACCOUNT.** The parties named as trustees to the account own the account in proportion to the parties' net contributions to the account. A trustee may withdraw funds from the account. A beneficiary may not withdraw funds from the account before all trustees are deceased. On the death of the last surviving trustee, the ownership of the account passes to the beneficiary. The trust account is not a part of a trustee's estate and does not pass under the trustee's will or by intestacy, unless the trustee survives all of the beneficiaries and all other trustees.

Convenience Signers/Authorized Signers:

CONVENIENCE SIGNER (TEXAS ONLY). You may choose to designate one or more Convenience Signers on an account, even if the account is not a Convenience Account. A designated Convenience Signer may make transactions on your behalf during your lifetime, but does not own the account during your lifetime. The designated Convenience Signer owns the account on your death only if the Convenience Signer is also designated as a Pay on Death payee or trust account beneficiary. On the death of the last surviving party, ownership of the account passes as a part of the last surviving party's estate under the last surviving party's will or by intestacy. The financial institution may pay funds in the account to a convenience signer before the financial institution receives notice of the death of the last surviving party. The payment to a convenience signer does not affect the parties' ownership of the account.

AUTHORIZED SIGNERS (NEW MEXICO ONLY). You may choose to designate one or more Authorized Signers on an account. A designated Authorized Signer may make transactions on your behalf during your lifetime, but does not own the account during your lifetime. The designated Authorized Signer owns the account on your death only if the Authorized Signer is also designated as a Pay on Death payee or trust account beneficiary. On the death of the last surviving party, ownership of the account passes as a part of the last surviving party's estate under the last surviving party's will or by intestacy. The financial institution may pay funds in the account to an authorized signer before the financial institution receives notice of the death of the last surviving party. The payment to an authorized signer does not affect the parties' ownership of the account.

UTMA Account:

If it is noted on the signature card that the account was established under the Uniform Transfers to Minors Act (UTMA), you understand that there can be only one custodian and one minor per account. No other parties are permitted. Your responsibility to us under this agreement will not be limited to the amount in the account. 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.

Power of Attorney (POA):

Except as required under Chapter 751 of the Texas Estates Code, as amended from time to time, we will not recognize any Power-of-Attorney to act on an account. We will refuse to accept and recognize a Power-of-Attorney under any of the circumstances provided under Section 751.206 of the Texas Estates Code, including, but not limited to, we may refuse to establish a customer relationship with the principal named under the Power-of-Attorney when the principal is not already a customer of City Bank or we may refuse to expand any existing customer relationship with the principal under the Power-of-Attorney, or we may refuse to accept the Power-of-Attorney if we have actual knowledge of the termination of the agent's authority or of the Power-of-Attorney before an agent's exercise of authority under the Power-of-Attorney. The foregoing reasons to refuse to accept or recognize a Power-of-Attorney are non-exhaustive, we reserve the right to refuse to accept or recognize a Power-of-Attorney for any permissible reason under Texas law. Prior to recognizing or accepting any Power-of-Attorney, we will also require one or more of the following: (A) an agent's certification under Section 751.203 of the Texas Estates Code or an opinion of counsel under Section 751.204 of the Texas Estate Code, not later than the 10th business day after the date the Power-of-Attorney is presented; or (B) if applicable, an English translation under Section 751.205 of the Texas Estates Code not later than the fifth business day after the date the Power-of-Attorney is presented. If we accept a Power-of-Attorney, we may continue to recognize the authority of your Attorney-in-Fact until we receive written notice of revocation or termination and have had a reasonable time to act upon it. We also reserve the right to restrict the types or sizes of transactions we will permit an Attorney-in-Fact to conduct on a case-by-case basis, except as prohibited by law, and we may require the Attorney-in-Fact to present the original Power-of-Attorney before conducting any transaction. We reserve the right to contact the principal named under the Power-of-Attorney to establish whether the Power-of-Attorney is valid and in effect.

Account Type:

The account type is noted on the signature card and on the Truth-in-Savings disclosure. If the account is a savings or negotiable order of withdrawal (NOW) account, we reserve the right to require seven days' written notice before any withdrawal. If any ineligible entity becomes an owner of a NOW account, we will convert the account into a checking or savings account. We have given you disclosures explaining applicable fees¹, interest rates, and balance requirements. You agree that our fees¹ and charges need not be based upon the cost of providing the service or administering the event to which the fee¹ or charge is associated, but may be based on other considerations such as the expense of providing account services, similar charges of other financial institutions with which we compete, revenues to the bank, and the deterrence of abuse of an account.

Even if we honor a nonconforming request, we may treat continued abuse of the stated limitations (if any) as your act of closing the account. We will use the date the transaction is completed by us (as opposed to the date you initiate it) to apply the frequency limitations. The fact that we may honor withdrawal requests that overdraw the available account balance does not obligate us to do so later. You agree that we may charge fees¹ for overdrafts and use subsequent deposits, including direct deposits of social security or other government benefits, to cover such overdrafts and overdraft fees¹. 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.

Severability:

If the courts determine that any part of this agreement is illegal or unenforceable, you agree that the remainder will be enforced and the offending provision changed to make it enforceable.

Law, Jurisdiction and Venue:

The laws of the state in which your account is located govern this agreement except where preempted by federal law. You agree that jurisdiction of any dispute and venue will be proper in the courts in the county and city of our office where you signed or delivered this agreement. The body of state and federal law that governs our relationship with you, however, is too large and complex to reproduce here. The purpose of this document is to:

- Summarize some laws that apply to common transactions;
- Establish rules to cover transactions or events which the law does not regulate;
- Establish rules for certain transactions or events which the law regulates but permits variation by agreement; and
- Give you disclosures of some of our policies to which you may be entitled or in which you may be interested.

Waiver of Jury Trial:

You waive your right to a jury trial in any dispute with us. Such disputes may be tried before a judge only.

Arbitration:

You or we may require that any controversy or claim relating to this agreement, or breach of it, be resolved through arbitration administered by the American Arbitration Association under its consumer rules. Judgment on any award rendered by the arbitrator may be entered in any court having jurisdiction.

Changes:

We may change any term of this agreement by giving you notice as required by law. If the law does not require a particular type or period of notice, we can post the change in our lobby or other public area for five days before it takes effect. If you use the account after the effective date of a change, that indicates your acceptance of the change.

Cash Bonus:

Cash bonus is considered interest and subject to 1099 reporting.

Inactive Account:

Accounts with no activity by you for six (6) months will be considered inactive.

Deposit Reclassification:

The Bank will make a change in your Checking Account that will not affect your available balance, interest earnings, FDIC insurance, or bank statement. This Account will consist of a checking sub-account and a savings sub-account. The bank may periodically transfer funds between these two sub-accounts. On a sixth transfer during a calendar month, any funds in the savings sub-account will be transferred back to the checking sub-account. If your Account is a plan on which interest is paid, your interest calculation will remain the same. Otherwise, the savings sub-account will be non-interest bearing. The savings sub-account will be governed by the rules governing our other savings accounts.

Account Closing:

We may close the account at any time without cause. We may close it without notice to you if we reasonably believe it will prevent loss to us or you have violated this agreement. You will pay any fees¹ and costs for closing the account, as well as any outstanding items. Our rights and your obligations survive any closing of the account or cancellation of this agreement. You will not claim we wrongfully dishonored items we return unpaid on or after the day the account was closed. Accounts with a zero balance for 45 consecutive days will be automatically closed.

Notices:

We can send you communication at the last address you gave us in writing or by email if you have signed up for Electronic Delivery. You will send us communication at our address on the back cover of this agreement. The postmark or postage meter date, except where this agreement requires that something be "actually received", determines when communication occurred. You will notify us immediately of any change in your name, address, e-mail address (if applicable) telephone number, or taxpayer identification number. Notice must be received in time for the institution to have a reasonable opportunity to act on it.

No Assignment:

You understand that neither the account nor your rights under this agreement can be assigned

in whole or in part without our written permission which may be withheld for any reason. Your successors and assigns are bound by this agreement. Any actual or purported assignment of this account remains subject to our right to setoff any assignment made in violation of this provision as void and unenforceable.

Expenses:

You agree to pay any expenses we incur in good faith related to this agreement, such as fees on items sent for collection, foreign exchange charges, and un-reimbursed research and copying fees¹ incurred when a third party requires records about our relationship. You agree to pay any and all attorneys' fees and court costs we incur in good faith due to concerns about the account, whether or not litigation has begun, through the trial and all appeals. You also agree to pay any expense that we incur, including attorneys' fees, in response to any subpoena, writ, government agency or judicial order, search warrant, or other order to which we may be required to respond regarding your account or your relationship with us. All costs and attorneys' fees can be deducted from your account when they are incurred, without notice to you.

Indemnification:

You will indemnify us against and hold us harmless from any and all losses, damages, costs, and attorney fees that we incur because of your failure to abide by any of the terms of this agreement, including but not limited to provisions in "Examination of Items."

No Waiver:

Failure to insist upon your strict performance of any obligation under this agreement will not create any duty on our part to continue to do so. You will not claim that we waived our right to insist on proper performance.

Our Rights:

You agree that our rights under this agreement are cumulative, not exclusive. We may exercise any of them without giving up the right to exercise others.

Monitoring and Recording Telephone Calls:

You give us permission to record your communications with us. If you authorize someone such as an attorney to do business with us on your behalf, you will be responsible for obtaining their permission to allow us to record their communications with us. You agree that the bank can contact you using any telephone numbers or email addresses on file.

Setoff:

You grant us the right to apply the account balance to payment of any debt that any owner of the account owes us without notice including direct obligations, such as promissory notes and agreements (including this one), and indirect obligations, such as guarantees and endorsements. The right of setoff does not apply to this account if it is an escrow or IRA or other tax-deferred retirement account. Also, this right of setoff does not apply to any home equity loan you may have with us. Right to setoff does not apply if it is prohibited by the Military Lending Act or it's implementing regulations.

Legal Process:

If any owner or authorized signer is ever involved in a legal proceeding, such as a divorce, garnishment, levy, or attachment, you will not hold us responsible for any damages you suffer from our actions in good faith reliance on any order or other legal process. Any garnishment, levy, or attachment is subject to our right of setoff. If a bankruptcy or similar proceeding is filed by or against any owner, we can place an administrative hold on part or all of the account balance while we seek to have the automatic stay lifted.

Authority:

You will not grant anyone authority to conduct business with us on your behalf until we have reviewed the terms of authorization and have given you written acceptance. This includes authority such as power of attorney, bill-paying arrangement, or other method. You will not claim that we wrongfully dishonored items presented to us before we accepted the authorization. If

you have not given us the proposed authorization for review, we may, in good faith, honor items and instructions from the person you authorized. You will not hold us responsible if someone you authorized to do business with us misapplies your money. You assume all risk of improper acts by such person. We can consider an authorization valid until we receive written revocation of it and have had reasonable time to review and act upon it. If we accept an authorization, we may revoke our acceptance of that authority at any time at our discretion. If you voluntarily disclose information about the account that would permit someone to initiate a debit to the account (such as account number, bank routing number, and next unused check number), then you will be deemed to have authorized us to pay any debit to your account that person initiates.

Telemarketers:

Telemarketers and others trying to sell you goods or services may ask for information about your account, such as your account number, next unused check number, or our routing number. If you give any of that information to such a person, you agree that we may treat any debit to your account initiated by that person as having been authorized by you.

Checks:

You will not write a postdated check without giving us written notice, describing the check with reasonable certainty, at least five business days before you write the check. If you do not give us notice, we can pay the check when it reaches us regardless of the date. You will use only approved checks and deposit slips. You will not attempt to create a substitute check for deposit into the account without obtaining our express written consent in advance. You will not write a check using ink of a color or type that is not legible when imaged or copied. You will not deposit any check that was written in such ink or that has any other features that would prevent it from being imaged or copied clearly and completely. You will verify your name, address, telephone number, and the numbers in the magnetic ink character line across the bottom of the face of each document in each order of checks and deposit slips. If there is an error, you will not use the affected documents, and you will notify us and the printer immediately. You will not hold us responsible for any amount beyond the replacement cost of the order, provided the checks were ordered through us. If we keep safe your cancelled checks and other items, we can destroy the originals and keep electronic or other images after a reasonable time has elapsed. We can destroy the images after a further reasonable time. By making your monthly statement with check images available to you, it is as though we have included cancelled checks and other items with your statement.

Check Processing:

We may process items mechanically by relying on the information encoded along the bottom of the items. This means that we may not individually examine all of your items to determine if the item is properly completed, signed and endorsed. You agree that we have not failed to exercise ordinary care solely because we use an automated system to process items and do not inspect all items processed in such a manner. We reserve the right not to inspect each item because using an automated process helps us keep costs down for you and all account holders. 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.

Order of Payment:

You understand that when two or more items are presented for payment on the same day, the law allows us to pay them in any order. For now, we have chosen the following order of payment:

- (1) Debit card and ATM transactions will be presented to post against your account in an order of smallest dollar amount to largest dollar amount. These are all non-returnable items that must be paid as they were authorized at the time of purchase.

NOTE: we will generally not provide ODP for ATM withdrawals and everyday debit card transactions unless the customer has affirmatively opted in to such service.

- (a) The non-returnable items that must be paid as they are authorized at the time

of purchase will post against your account in an order of smallest dollar amount to largest dollar amount. We will process the following items presented for payment in the following order of dollar size, paying smallest to largest:

- Debit Card
- ATM

- (2) Payments you have initiated that did not require an authorization by us at the time of purchase or order, such as ACH debits, checks, drafts and bill payments will be presented to post against your account in an order of largest dollar amount to smallest dollar amount. We, in good faith, have chosen to present these items for payment against your account in an order that prioritizes important payments, such as mortgage/rent, automobile, or insurance payments before the other smaller items.

- (a) We will process the following items presented for payment in the following order of dollar size, paying largest to smallest.

- Credits/Deposits (ACH, cash, checks, etc)
- Force Pays
- Over the counter withdrawals
- Checks
- ACH Debits

We can, in good faith, choose a different order of payment after giving you any legally required notice. Account statements do not necessarily report debits and credits in the order that we posted them to an account.

Examination of Items:

You do not require us to comply with a restrictive legend or restrictive endorsements on any item, such as "void if not cashed within 90 days", "payment in full", or any other impermissible marking. Permissible markings include the following: drawee bank name and location, payee name, endorser name, drawer signature, and the magnetic ink characters across the bottom front of the item. You will not hold us responsible for any item's late return caused by an endorsement stamp or other marking outside the area allowed for it by law. You will not claim that we failed to exercise ordinary care because our procedures do not require signature examination of each item with an amount below a set figure. Bank is not responsible if any unauthorized signature or alteration that would not be identified by a reasonable inspection of the item.

Temporary Account Agreement:

If the account documentation indicates 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.

Signatures to Come:

If you have asked us to create the account for multiple owners or authorized signers, we can limit use of the account until all owners have signed.

Multiple Signatures:

A requirement for more than one signature is for the depositor's internal control and audit purpose only. We are not liable for paying a check over one signature. You agree to hold the bank harmless for any payment of an item with fewer than the required signatures. The bank can properly pay an item payable to multiple payees unless the accountholder gives the institution notice in writing that multiple endorsements are required.

Laws, Regulations:

We are subject to federal and state laws and regulations. You will not hold us liable for anything we do or decline to do, based on a good faith belief that it is required by law or regulation. Some laws allow parties to contract out of the law's provisions and establish their own rules. You intend this agreement to do that whenever a term of this agreement conflicts with such a law. You will abide by the rules of any clearinghouse or automated clearinghouse that handles any part of a transaction.

Liability Limit:

You will not hold us responsible for loss caused by an event beyond our control, such as war, terrorism, riot, labor trouble, natural disaster, and computer problem, loss of electric power, communications, or transport. If we do not process a transaction in accordance with the terms of this agreement, our maximum liability shall be the amount of the transaction. **In no circumstances will we be responsible for consequential damages for any action that we take or fail to take in regard to the account.**

Deposited Items:

We will give only provisional credit until collection is final for any items, other than cash, we accept for deposit (including item drawn "on us"). You understand that all deposits are subject to verification and corrections. We can accept an item for deposit or collection only, refuse it, or return it. In receiving items, we are acting only as your agent. We have no responsibility beyond ordinary care. 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. You will not hold us responsible for default or negligence of our correspondents or loss of items in transit. Each correspondent we use will be liable only for its own negligence. If we give you credit for an item, we can revoke it if the item is not paid. Items deposited by mail will not be considered received by us until we actually receive them. You will not hold us responsible for loss of any item until we have received it under this standard. If an item requiring endorsement is deposited without it, you authorize but do not require us to supply it. You will reimburse us for loss or expense we incur because of any missing endorsement, whether yours or another's, on a deposited item. We do not have to notify you of any nonrecurring ACH credits or wire transfers to the account. See Funds Availability Disclosure for additional information.

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, of \$2 or more, 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.

Direct Deposits:

If, in connection with a direct deposit plan, we deposit any amount in an account which should have been returned to the Federal Government or State Government or other retirement system for any reason, you authorize us to deduct the amount of our liability to the Federal Government or State Government or other retirement system 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 legal remedy to recover the amount of our liability.

Foreign Items:

If an item that is payable at a foreign bank or in a foreign currency is deposited, you will be responsible for all collection charges and exchange rate risk on it. You understand that we will not credit that kind of deposit until receiving the proceeds in United States currency.

Returned Items:

We can charge¹ for the amount of any deposited item that is returned unpaid. We can reprocess the item, but you do not require it. We can process a copy, electronic entry, or other evidence of the returned item. You waive presentment, notice of dishonor, and protest. Unless prohibited by law, the institution can charge back the amount of any item which was initially paid by the payor bank and which is later returned due to an allegedly forged, unauthorized or missing endorsement, claim of alteration, encoding error or other problem which in the institution's judgement justifies reversal of credit.

We may attempt to collect previously returned items without giving the depositor notice, and it may permit the payor bank to hold an item beyond the midnight deadline.

Stale Items:

We can pay an item presented to us more than six months after the date on the item, but you do not require it. If you do not want us to pay such an item, you will place a stop payment on it.

Stop Payments:

If you want us to stop payment on a check, you will tell us the check number, date, payee name, and exact amount. You understand that if either the check number or the amount is not exact, our check processing equipment may not catch the check in time; you will not hold us responsible. You must make any stop-payment order in the manner required by law and we must receive it in time to give us reasonable opportunity to act on it before our stop-payment cutoff time. 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. An oral stop payment is only valid for a period of fourteen (14) calendar days. You understand that a stop payment signed by you expires in six months. You will place a new stop payment if you do not want us to pay the check after the previous one expires.

If you use Online or mobile Banking to process a stop payment, stopping the payment of a check is different from the cancellation of a bill payment. Once the bill payment has been debited from your account, you CANNOT cancel or stop a bill payment. You may initiate a stop payment request online via Online or mobile Banking only for paper checks you have written on your bank account or checks generated through the system bill payer (not electronic bill payer items). You will incur stop payment charges¹ as disclosed in the current fee schedule for the applicable account.

For stop payment orders for recurring electronic transactions, please refer to the electronic funds transfer disclosure on page 10 under Right to Stop Payment of a Pre-authorized Transfer.

If you wish to cancel a Stop Payment, your cancellation must be received in writing and can be mailed to the address on the back of this brochure.

NOTE: See additional Stop Payment information under the Electronic Funds Transfer Disclosure section.

Bank Statements:

You will promptly examine and reconcile each statement we send or make available. You will notify us immediately of any problem such as forgery, unauthorized endorsement or debit, or alteration that you find. If you do not notify us within 30 days of the date we sent or made available the first statement that gave an indication of the problem, you will be responsible for any loss that could have been prevented by notifying us, regardless of whether or not we were appropriately careful. In the event that an item was altered or drawn without authorization, if it was done so cleverly that a reasonable person could not detect the fraud and we were not negligent in any way, you will not hold us responsible for the loss.

You must report an unauthorized electronic funds transfer that appears on a periodic statement within 60 days of when we make your statement available, you cannot assert a claim against us on any items in that statement and the loss will be entirely yours. This 60 day limitation is without regard to whether we exercised ordinary care.

Credit Reports:

You authorize us to obtain reports about you periodically from organizations such as credit reporting agencies, check reporting services, and other consumer reporting entities, and to provide them information.

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. Other account transfer restrictions may be described elsewhere.

Incomplete Items:

If an authorized signer signs a check or authorizes any item that is not completed, you will not hold us responsible for paying it as completed by anyone unless we actually know it was completed in an unauthorized way.

Disputed Authority:

If anyone claims ownership over funds, and we have a good faith doubt about whether to recognize the claim, we can hold some or all of the account balance until the claim is resolved. We can pay some or all of the account balance into court in an interpleader or other action to determine ownership. You will not claim that we wrongfully dishonored items that were presented to us while such a dispute was pending.

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 the 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.

Other Services:

If you want services from us that are not covered by this agreement, you will sign an agreement with us for those services.

Cashing Your Checks:

Before we allow a person to cash an item, we can require identification, such as a driver's license or passport. We can secure further identification by methods such as photography, fingerprinting, and other biometric or technological means. If the person does not provide or permit such identification, we can decline to cash the item and you will not claim that we wrongfully dishonored it. Also, we may charge non-customers a check cashing fee.

Automated Clearing House ("ACH") Provisions and Wire Transfers:

ACH. We may accept, on your behalf, payments to your account which have been transmitted through one or more automated clearing houses and which are not subject to the Electronic Funds Transfer Act. Your rights and obligations with respect to such payments shall be construed in accordance with and governed by the operation rules of the National Automated Clearing House Association.

ACH and Wire Transfer. 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 for which Fedwire is used, and you identify by name and number a beneficiary financial institution, an intermediary financial institution or a beneficiary, 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. A separate Wire Transfer Agreement will apply to wire transactions and will provide additional disclosures and security requirements, including federal disclosures regarding foreign remittances.

Notice of Receipt of ACH items. Under the operating rules of the National Automated Clearing House Association which are applicable to ACH transactions involving this account, we are not required to give next day notice to you of an ACH item and we will not do so. However, we will continue to notify you of the receipt of payment in the periodic statements we provide to you.

Provisional Payment. Credit given by us to you with respect to an ACH credit entry is provisional until we receive final settlement. If we do not receive final settlement, you agree that the bank is entitled to a refund of any or all of the amount credited to you in connection with such entry, and the party making payment to you via such entry (i.e., the originator of the entry) shall not have been deemed to have paid you the amount of such entry.

OVERDRAFT PROTECTION (ODP)

(Always a Discretionary Service)

It is the policy of City Bank ("the bank, we, us, or our") to comply with applicable laws and regulations, and to conduct business in accordance with applicable safety and soundness standards.

A non-sufficient funds (negative) balance may result from:

- Payments authorized by checks, ACH or electronic transactions, City Bank and foreign ATMs/debit cards, online banking, mobile app, mobile banking and telephone banking transactions;
- Payments authorized by you;
- The return of unpaid items deposited by you;
- The imposition of bank service charges; or
- The deposit of items, which according to the Bank's Funds Availability Policy, are treated as not yet "available" or finally paid.

We are not obligated to pay any item presented for payment if your account does not contain sufficient collected funds. Rather than automatically returning, unpaid, any non-sufficient funds items that you may have, if your eligible account has been open for at least thirty (30) days, there has been two (2) deposits made to the account, and thereafter you maintain your account in good standing, which includes at least:

- You bring your account to a positive balance (not overdrawn) at least once every thirty-five (35) days, and
- Your account is not the subject of any legal or administrative order or levy, then we may consider, without obligation on our part, approving your reasonable overdrafts.

This discretionary service will generally be limited to a \$700 overdraft (negative) balance for eligible types. Some restrictions do apply. Any and all fees and charges, including without limitation our Return Item fee/Overdraft Paid fees¹ will be included in this limit and will apply to any transaction that overdraws your account including, but not limited to, payments authorized by check, ACH/Electronic Items, City Bank and foreign ATMs/Debit Card, Online Banking, mobile app, mobile banking and telephone banking transactions.

We may refuse to pay an overdraft at any time, even if your account is in good standing and even though we may have previously paid overdrafts for you. We will charge you the amount of any overdrafts plus our Return Item fee(s) and/or Overdraft Paid fee(s) of \$33¹ per item, per presentation. Please be aware that an item may be presented and returned multiple times, resulting in multiple fees. We do not monitor or control the number of times an item is presented for payment and there is no limit on the number of Return Item fees that can be assessed for an item, if the same item is presented for payment multiple times. **You agree that a Return Item fee may be charged each time an item is presented and returned, regardless of the number of times the item is presented and returned, or if the item is later covered by us, in our discretion, as an overdraft.** This means that multiple Return Item fees, as well as an Overdraft fee, could be incurred for the same item if it is presented and returned multiple times for payment. There is no limit on the number of Overdraft and Return Item fees that can be charged to your account.

We will charge you for only four (4) ODP/NSF's per day. A fee will not be assessed for any item(s) which causes the account to be overdrawn for less than \$50 (negative balance of \$50 or less) on any one business day. If there is an overdraft paid by us on an account with more than one (1) owner on the signature card, each owner, and agent if applicable, drawing/presenting the item creating the overdraft, shall be jointly and severally liable for such overdrafts plus our Return Item fee(s)¹ and/or Overdraft Paid fee(s)¹ ODP. We may use deposits you or others make to your account to pay overdrafts, fees¹ and other amounts you owe us.

ODP Denial Process:

Some common reasons your ODP may be denied are: if you have a negative record with Chexsystems, and/or if you do not have regular payroll, social security, or similar direct deposits. Additionally, based on safety and soundness concerns, we may terminate your participation in this discretionary ODP service at any time, including, but not limited to, if there is a history of potential chronic or excessive use of the ODP service or you are in default of your obligations to City Bank.

Limitations:

Savings Type Accounts, Money Market Accounts, Rep Payee, UTMA, Public Funds/Charitable Organization Accounts, Student Minor Accounts, certain trust accounts, ODP Plus, Fresh Start repayment plan, accounts with restrictive hold codes (garnishment, liens, etc.), dormant, bad address, deceased, bankruptcy, fraud and charged off accounts are not eligible. We may limit the number of accounts eligible for ODP to one account per tax payer ID.

The bank is not obligated to honor any overdraft on your account if the overdraft, either alone or when aggregated with other overdrafts and related overdraft fees¹, exceeds your ODP limit for checks and ACH transactions. Here's how ODP works if we pay your overdraft item: if you inadvertently write a check, or make a payment for more than the funds on deposit in your account, we may cover them, and save you time, money and inconvenience. Suppose that your account type permits a \$700 limit. With ODP, you may be covered for a check of \$667 plus the \$33 Overdraft Paid Fee-ODP. Alternatively, if you opt-in for ATM and everyday debit card transactions, you may be covered for a \$100 ATM withdrawal, a check of \$534, plus the Overdraft Paid Fees for two items for \$66.

The bank uses the "Ledger" balance to determine when your account is overdrawn and an Overdraft Paid Fee-ODP should be imposed. This means that your account balance is calculated based on settled transactions only at the time that such transactions actually post to your account, not at the point of sale. Electronic transactions that are pre-authorized but not settled (for example, pre-authorized temporary merchant holds), or deposit holds that have not yet cleared, will not be considered in the "Ledger" balance for your account until those transactions post. For example, a merchant may request a temporary hold on your account for a specified sum of money at the point of sale, which may be more than the actual amount of your purchase when it posts to your account. When this happens, the bank cannot determine whether the hold exceeds the actual amount of your purchase. The temporary hold and the amount charged to your account will eventually be adjusted, but it may take up to three days before the adjustment is made. Because the bank cannot determine the amount that will ultimately be charged to your account by the merchant, the "Ledger" balance for your account is not reduced by the preauthorized temporary hold until the adjustment is made by the merchant and the purchase posts to your account. This means that intervening transactions that post to your account before the pre-authorized temporary hold posts to your account may reduce your "Ledger" balance, such that an Overdraft Paid Fee-ODP is imposed on the purchase at the time of posting.

Accept/Decline ODP Program:

We offer Overdraft Protection (ODP) that comes with eligible accounts. By accepting the ODP program, we may pay overdraft items up to the limit allowed for your account type for the following transaction types including without limitation: check, ACH or electronic transactions, City Bank and foreign ATMs/debit cards, online banking, mobile app, mobile banking and telephone banking transactions.

If you opt-in, see below, we may also pay overdraft items up to the limit allowed for your account type for ATM and debit card transactions. If the service is declined by you, any transactions that overdraw your account may be returned, unpaid and a Return Item fee of \$33 imposed each time an item is presented for payment. The customer who accepts the ODP program consents to the applicable overdraft limit of the account.

Opt-In/Out for ATM and Everyday Debit Card Transactions:

We will not include ATM and everyday debit card transactions within your assigned ODP limit without first receiving your affirmative consent (opt-in) to do so. Absent your affirmative consent (opt-in), ATM and everyday debit card transactions generally will not be authorized if you do not have available funds. A customer who does not affirmatively consent

(opts-out) to the payment of ATM and/or everyday debit card transactions pursuant to ODP, agrees to not overdraw their account for ATM and everyday debit card transactions (\$0 debit card overdraft limit).

Debit Card Deactivation:

If a consumer opts-out to the payment of ATM and/or everyday debit card transaction, on the third time such a consumer breaches the account agreement by overdrawing the account with an ATM or everyday debit card transaction, and there is an inherent risk to the bank, then the debit card will be restricted from further use. The debit card may be reissued IF the consumer:

- Consents to an automatic transfer from another account to cover overdrafts;
- Applies and qualifies for a loan product with an automatic transfer feature to cover overdrafts;
- Voluntarily and knowingly consents to opt-in to the bank's debit card overdraft service; or
- Otherwise provides evidence of curing the breach of the account.

Customer ODP Decline:

You may choose at any time to not participate in City Bank's ODP service, by notifying in writing or in person one of our customer Xperience representatives or by phoning 1-800-687-2265.

If you decline the ODP service, any transactions that would overdraw your account may be returned, unpaid, and ATM/debit card transactions will not be authorized. A Return Item fee of \$33¹ will be imposed each time we return an item unpaid regardless of the number of times the payment is presented.

ODP Excessive Use:

Please contact the Overdraft Department using the information on the back of this booklet if you: (1) do not believe that you will be able to bring your account to a positive end-of-day balance within the 35 day time period; (2) find that you are using Overdraft Protection (ODP) more often than you intend; or (3) don't understand why your account becomes overdrawn. We would like to discuss your situation with you.

Following regulatory guidance, we will contact you if you are paying multiple ODP fees (i.e., more than 6 fees in a rolling 12-month period), to discuss possible alternatives to ODP that may better meet your short-term credit needs. In the event you ask us to stop contacting you because you have determined ODP is appropriate for your needs, we will honor your wishes. However, if we identify that the number and frequency of overdrafts increases materially for an extended period of time at some point after that, we may contact you again to ensure ODP is still the most appropriate option available to you for covering your short term credit needs.

Balance Alerts:

You may wish to take advantage of City Bank's balance alert options. If you bank online, through the mobile app or mobile banking and mobile banking services, you may establish a balance alert threshold to let you know when your balance is nearing YOUR alert threshold. Here's how it works: you set the threshold (say \$100) by logging into your account online and setting up the balance alert program. The alert system is based on your ledger balance (not including any ODP limit). The ledger balance is finalized once a day in the evenings after all items have been posted, including deposits for which you have received credit, wire and cash items, ACH payments, and debit card payments that have been submitted for posting. If your ledger balance has fallen to your alert threshold, you will receive a text message (if you use the mobile banking program) or an email alert. You can then log on securely to your account for more information.

Optional Overdraft Protection Services:

City Bank offers optional overdraft protection products/services that you may apply for. We offer sweep accounts, which can link your checking to another account at City Bank or Overdraft Protection from a line of credit (subject to credit approval) to cover any transactions that would otherwise overdraw your account. These services may be less expensive than ODP.

Removal of ODP:

ODP may be removed from any account at any time without prior notice or cause. Some common reasons ODP would be removed from an account are:

- The account has been overdrawn for 35 or more consecutive days;

¹Overdraft Protection (ODP) is subject to approval. Some restrictions do apply.

- The account is enrolled in ODP Plus or a Fresh Start repayment plan;
- The account is subject to a restrictive hold (for example garnishment, liens, etc.)
- The account is dormant, has a bad address, has been charged off, or the account holder is deceased, in bankruptcy, or there is a risk of fraud; or
- Based on safety and soundness concerns, if there is a history of potential chronic or excessive use of ODP, or you are in default of your obligations to City Bank.

If You Need Help:

Of course, overdrafts should never be used to finance ordinary or routine expenses – and you should never rely on overdrafts to cover these expenses. If at any time you feel you need help with your financial obligations please contact the Federal Trade Commission's (FTC) Choosing a Credit Counselor website <http://www.ftc.gov/bcp/edu/pubs/consumer/credit/cre26.shtm>. For additional education or information, please visit city.bank to review our Checking Navigator tool.

Always a Discretionary Service:

City Bank's Overdraft Protection Service (ODP)* does not constitute an actual or implied agreement between you and City Bank. Nor does it constitute an actual or implied obligation of City Bank. This service represents a purely discretionary courtesy or privilege that City Bank may provide to you from time to time and which may be withdrawn or withheld by City Bank at any time without prior notice or reason or cause.

CREDIT BUREAUS

We may report information about your account to credit bureaus and consumer reporting agencies. Late payments, missed payments, or other defaults on your account may be reflected in your credit report. You agree to promptly notify us if you believe that we have reported any inaccurate information about you or your account, so that we may address your concern and correct any erroneous reporting. Should you need to contact us, call or write Loan Operations by using the bank information located on the back of this booklet.

FUNDS AVAILABILITY DISCLOSURE

Your Ability to Withdraw Funds:

This policy statement applies to "transaction" accounts. Transaction accounts, in general, are accounts which permit an unlimited number of payments to third persons and an unlimited number of telephone and preauthorized transfers to other accounts of yours with us. Checking accounts are the most common transaction accounts. Feel free to ask us whether any of your other accounts might also be under this policy.

Our 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. Once the funds are available, you can withdraw them in cash and we will use the funds to pay checks that you have written.

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. 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.

When Your Deposit is Received:

For determining the availability of your deposits, everyday is a business day, except Saturdays, Sundays, and Federal holidays.

Deposits made with a teller at a branch location:

If you make a deposit with a teller at one of our branches before close of business on a business day we are open, we will consider that to be the day of your deposit. However, if you make a deposit after close of business on a business day we are open, or on a non-business day we are open (i.e. Saturdays, Sundays, Federal holidays), we will consider the deposit to have been made on the next business day we are open.

- Please note, some of our branches have a different closing time. Contact the branch where you transact business to verify the closing time. We may change our closing times whenever we determine it to be a necessary business decision.

Deposits and Transfers made through a City Bank ATM:

Self-service Deposits and Transfers

- Deposits and Transfers made through a City Bank ATM prior to 6:00 p.m. Central Time on a business day will post to the account the same day.
- Deposits and Transfers made through a City Bank ATM after 6:00 p.m. Central Time on a business day will post to the account the next business day.

Teller-assisted Deposits and Transfers

- Deposits and Transfers made via a virtual teller (assisted transaction) through a City Bank ATM prior to 6:00 p.m. Central Time on a business day will post to the account the same day.
- Deposits and Transfers made via a virtual teller (assisted transaction) through a City Bank ATM after 6:00 p.m. Central Time on a business day will post to the account the next business day.

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 your account. 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 accept 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 funds until the time periods that are described elsewhere in this disclosure for the type of check that you deposited.

If you don't receive a hold notice at the time you made the deposit, and the check you deposited is paid, we will refund to you any fees for overdrafts or returned checks that resulted solely from the additional delay that we are imposing. To obtain a refund of such fees, call or write us using the information on the back of this booklet.

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, we will notify you at the time you make your 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 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 EXCEPTIONS: In addition, funds you deposit by check may be delayed for a longer period under the following circumstances:

- We believe a check you deposit may 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 communications 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.

If you don't receive a hold notice at the time you made the deposit, and the check you deposited

is paid, we will refund to you any fees for overdrafts or returned checks that resulted solely from the additional delay that we are imposing. To obtain a refund of such fees, call or write us using the information on the back of this booklet.

Special Rules for New Accounts:

If you are a new customer, the following special rules may 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 the 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 check 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 our 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 no later than the ninth business day after the day of your deposit.

Non-Transaction Account Holds:

IRA's, CD's, Savings and Money Market accounts are subject to a 7 business day hold of any or all of the amount deposited.

International ACH Transactions (IAT):

An **International ACH Transaction** is an Automatic Clearing House (ACH) entry that is part of a payment or deposit transaction involving a bank that is not located in the territorial jurisdiction of the United States.

All banks that **receive** ACH transactions are required to meet Office of Foreign Assets Control (OFAC) compliance obligations when handling IAT transactions. Due to the requirements of OFAC, from time to time it may be necessary to temporarily stop the processing of a credit or debit transaction. Greater scrutiny or verification against the Specially Designated Nationals (SDN) list may affect settlement and/or availability.

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 the 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 electronic debits to your account. However, you have rights under other laws with respect to those transactions

For Consumer Account Holders: 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 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 (i.e. NSF/OD 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 laws. If you use this procedure, you may receive up to \$2,500 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 you have suffered a loss relating to a substitute check that you have received and that was posted to your account, please contact us in writing at the address on the back of this disclosure. You must contact us within 40 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 the following:

- 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 and/or the following information to help us identify the substitute checks: identifying information (i.e. the check number), the name of the person to whom you wrote the check, and/or the amount of the check.

DIGITAL AND ONLINE BANKING SERVICES

To enroll please go to [city.bank](#) or by using your City Bank app.

ELECTRONIC FUNDS TRANSFER DISCLOSURES

Types of Transfers, Frequency and Dollar Limitations:

The Electronic Fund Transfers we are capable of handling for consumers are indicated below. Some of these may not be available at all terminals.

Prearranged Transfers. You may make arrangements for certain direct deposits to be accepted into your checking and/or savings account(s). You may make arrangements to pay certain recurring bills from your checking account(s).

Telephone Banking. You may access your account(s) by telephone at 1-888-877-3311 using a touch tone phone, your account number and password to get checking and/or savings account information.

ATM Transfers. You may access your account(s) using a City Bank ATM by using your card and personal identification number to get cash withdrawals from checking and/or savings accounts. You may withdraw no more than \$505 per day unless you temporarily increase the daily limit not to exceed \$1,000. You may also transfer funds from savings to checking or vice versa. You may get checking and/or saving account information.

Point-Of-Sale Transactions. Using your card: You may access your checking account to purchase goods (in person, by phone, by computer) pay for services (in person, by phone, by computer), get cash from a merchant, if the merchant permits, or from a participating financial institution, and do anything that a participating merchant will accept. You may not exceed more than \$2,000 in transactions per day unless you temporarily increase the daily limit. You may not

exceed more than 20 transactions per day.

Mobile banking is a safe and secure way to access your account information. You have a choice of a mobile browser or a mobile app to view account details, transfer funds, pay bills and more. Enjoy the freedom to stay in touch with your money — from wherever you are.

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 telephone, online, through mobile banking, mobile app 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:

Foreign ATM/Debit Transactions:

In order to use your debit card for international purchases, you must notify City Bank, prior to use, for authorization. This includes purchases made in person, by phone, online, through mobile banking, mobile app or by any other means. City Bank requests prior business day notification to ensure proper usage. You may be charged a foreign transaction fee. You may also be charged a currency conversion (CC) fee and/or Cross Border fee (MC) for any debit card point of sale transaction or ATM transaction.

Deposit Checks Electronically:

Using the City Bank APP the Personal Mobile Remote Deposit Capture (RDC) Service enables you to create and submit electronic check images (also known as Image Replacement Documents ("IRD")) to the Bank, for deposit to your personal deposit account(s) with the Bank that are used primarily for personal, family or household purposes, in lieu of the Original Checks from which such check images were obtained. The dollar amount of each Personal Mobile RDC deposit is to be determined by Bank in its sole discretion. Please refer to the Remote Deposit Capture Service Agreement for additional terms and conditions found at city.bank under Mobile Banking

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. You may make payments by electronic check from your checking account.

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. You may make electronic payment of charges for checks returned for insufficient funds from your checking account.

General Limitations:

In addition to those limitations on transfers elsewhere described, if any, the following limitations apply: Transfers from a Money Market or Savings account to another account or to third parties by preauthorized, automatic, or telephone transfer are limited to six by check, debit card or similar order to third parties. If you exceed the transfer limitations set forth above in any statement cycle, your account will be subject to closure or change account type by the financial institution.

ATM Operator/Network Fees:

When you use an ATM not owned by us, you may be charged a fee¹ by the ATM operator or any network used and you may be charged a fee¹ for a balance inquiry even if you do not complete a

fund transfer.

Terminal Transfers:

You can get a receipt at the time you make any transfer to or from your account using one of our automated teller machines or point-of-sale terminals.

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 1-800-OUR-BANK (1-800-687-2265) to find out whether or not the deposit has been made. You will get a monthly account statement from us, unless there are no transfers in a particular month. In any case you will get a statement at least quarterly. You will get a quarterly statement from us on your savings account if the only possible electronic transfer to or from the account is a preauthorized credit.

Right to Stop Payment of a Preauthorized Transfer:

If you have told us in advance to make regular payments out of your account, you can stop any of these payments. Call or write us at the telephone number or address listed on the back of this brochure, 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 will also require you to put your request in writing and get it to us within 14 days after you call.

Notice of Varying Amounts of Preauthorized Payment:

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.

Bank's 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 provided you have given us the exact amount.

Bank's Liability for Failure to Complete a Transfer:

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 or 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 this agreement.

Confidentiality:

We will disclose information to third parties about your account or the transfer you make as explained in the separate Privacy Disclosure.

Consumer Liability:

Tell us at once if you believe your card and/or code has been lost or stolen, or if you believe that an electronic fund transfer has been made without your permission using information from your check. Telephoning is one of the best ways 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

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 mailed to you, 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 may extend the time period.

Additional Limits On Liability For Debit Card:

A cardholder will not be liable for an unauthorized transaction, signature or PIN-based, as long as the cardholder has exercised reasonable care in safeguarding the card from risk of loss or theft, and, upon becoming aware, promptly reporting the loss or theft to the bank.

If any of these conditions are not met, you may be liable for the transaction. "Unauthorized use" means the use of your debit card by a person, other than you, who does not have actual, implied, or apparent authority for such use, and from which you receive no benefit.

Debit Card:

We may obtain further information from a consumer credit report to assist in the review process and issuance of a debit card. When you or someone you authorize uses the card, you agree to the terms and conditions of the agreement that governs the use of the debit card. You understand that the bank may assess service charges for the privilege of having a debit card. You understand if your checking account becomes overdrawn due to a debit card transaction, an overdraft fee may be charged.

PINless MasterCard® Debit Transactions:

City Bank MasterCard® Debit Card allows you to conduct transactions on the Pulse and Cirrus debit networks, which will generally require you to enter your Personal Identification Number (PIN). Various merchants are authorized to accept debit card payments without requiring entry of your PIN; these transactions are called "PINless debit transactions."

Disputed Transactions:

City Bank is not responsible for the delivery, quality, safety, legality or any other aspects of goods and services purchased by you from merchants with your debit card.

Debit Holds by Merchants:

When you use your card to rent a vehicle or hotel room or to make certain other purchases, the vehicle rental company, hotel, or other merchant (collectively the "merchant") might initiate a debit hold on your account at that time. Merchants may initiate debit holds for many reasons, including (without limit) to satisfy any "secured deposit" requirement agreed to by you with the merchant or to ensure that you have available funds in your account when you complete your transaction. Funds in your account that are subject to a debit hold will not be available to pay for other purchases or ATM withdrawals. Please note that we have no control over when a merchant "releases" any debit hold that you previously authorized. You acknowledge and agree that when a merchant does send us a request to release a debit hold, the released funds will not be available to you for withdrawal until we have had a reasonable opportunity to process the refund.

Contact in Event of Unauthorized Transfers:

If you believe your card and/or code has been lost or stolen, call or write to the address or telephone number listed on the back of this brochure. You should also call the number or write to the address on the back of this brochure if you believe a transfer has been made using the information from your check without your permission.

In Case of Errors or Questions about Your Electronic Transfers:

In case of errors or questions about your electronic transfers call or write us at the telephone number or address listed on the back of this brochure, 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. Tell us your name and account number. 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. 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 (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 (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.

Our Business Days are Monday through Friday - Holidays not included. If you have resolution problems call, write or e-mail the bank. Bank information is located on the back of this booklet.

ATM/DEBIT CARD SAFETY TIPS

Customers should always use good judgment and be conscious of their surroundings when using an ATM. These tips are helpful suggestions, but the best advice is simply not to use an ATM if you feel uncomfortable in doing so. ATMs provide convenience, but they haven't replaced the bank teller. If you prefer, conduct your business in the bank lobby.

For security reasons, your debit card will be cancelled after one year of inactivity. (HSA cards are exempt from this policy) Debit cards are safe and secure. Use yours today!

Protecting your Debit Card:

Always protect your ATM or Debit Card and keep it in a safe place, just like you would cash, credit cards, or checks. If your Debit Card has an embedded chip, you should keep your Debit Card in a safety envelope to avoid undetected/unauthorized scanning.

Do not leave your ATM or Debit Card lying around the house or on your desk at work. No one should have access to the card but you. Notify City Bank immediately if it is lost or stolen.

Do not expose your card's magnetic stripe to magnetic objects.

Report a lost or stolen card immediately to City Bank. This will reduce the chance that it will be used for the wrong reasons. Prompt notice to the bank will limit your liability for unauthorized transactions.

Contact the bank if you notice any suspicious or unauthorized ATM or Debit Card transactions on your monthly statement or through online banking, mobile banking or the mobile app.

Using an ATM:

Be aware of your surroundings and exercise caution when withdrawing funds, particularly at night. If you observe or sense suspicious persons or circumstances, do not use the machine and leave the area immediately.

Inspect an unmanned teller machine before use for possible tampering, or for the presence of an unauthorized attachment that could capture information from the access device or your personal identification number.

Have your ATM or Debit Card ready and in your hand as you approach the ATM to reduce the time spent at the ATM. Make sure that no one can see you enter your PIN number. Use your body to "shield" the ATM keyboard as you enter your PIN into the ATM.

To keep your account information confidential, always take your receipts or transaction records with you.

Be cautious of counting or visually displaying any money you received from the ATM. Immediately put your money into your pocket or purse and count it later. Wait to count cash until you are in the safety of a locked enclosure, such as a car or home.

Special Precautions for Using an ATM at Night:

Park close to the ATM in a well-lit area. If the lights at the ATM are not working, do not use it. Take another person with you if possible. If shrubbery is overgrown or a tree blocks the view, select another ATM. If this occurs at one of our ATM's, please let us know about it.

Drive-up ATM Security:

If you are using a drive-up ATM, be sure passenger windows are rolled up and all doors are locked. If you leave your car and walk to the ATM, lock your car. If there is a line at the ATM, always leave enough room between vehicles to allow for a quick exit should it become necessary.

Minimize the time spent at the ATM. Before rolling down the window to use an ATM, observe the entire area. Cancel your transaction and drive away immediately if anyone or anything looks suspicious. If anyone appears to follow you after making an ATM transaction, drive immediately to a well lit, crowded area and call the police.

Point-of-Sale (POS) Security:

Never allow a cashier or any other person to enter your PIN for you, even if they are helping you with the transaction.

When using a POS terminal, block the view of others when using your PIN. Make sure the transaction is complete and look at your receipt before leaving. If you receive cash back from a transaction, always secure it before leaving the area.

When using an outdoor POS terminal such as a gas station, observe your surroundings before making a transaction. Leave the area immediately if anyone or anything looks suspicious. It is always a good idea to take another person with you when using an outside POS terminal at night. If anyone appears to follow you after using a POS terminal, drive immediately to a well lit, crowded area and call the police.

Online Security:

When making purchases online, be aware of the site you are visiting. If the website looks suspicious, do not complete the transaction. If you receive any unsolicited email requesting debit card or account information, do not reply and notify the bank immediately.

If making a purchase online with an access device, you should end the transaction by logging out of the website instead of just closing the web browser.

Telephone Security:

Be cautious about giving information about your ATM card, Debit Card, account number or PIN over the telephone. Should you provide your card information to an untrusted source, contact City Bank immediately.

If you receive a call (supposedly from your bank or the police) wanting to verify your PIN, do not give that information. Notify the police immediately.

ATM/Debit Card Crime:

These tips are meant to make you aware that although rare, ATM crime can happen. Preventing such a crime must be a cooperative effort between you and City Bank.

Transaction Liability:

A cardholder will not be liable for an unauthorized transaction, as long as the card holder has exercised reasonable care in safeguarding the card from risk of loss or theft, and, upon becoming aware, promptly reporting the loss or theft to the bank.

PROTECT YOURSELF FROM IDENTITY THEFT AND FRAUD ATTACKS

Password Tips:

- Select passwords that are not obvious. Avoid using personal information as passwords, such as your last name or birthday. Also, avoid using the same user ID and password for multiple web sites.
- Do not write or post user IDs, passwords or other sensitive information.
- Do not share your username or password with anyone.
- Change your password immediately if you have any reason to believe someone else may have gained access to your online banking account.
- Avoid using unsecure public WiFi to access your online banking account.

Anti-Virus Software and Download Tips:

- Use a reputable Anti-Virus software on computers you use to access online banking and keep the software up to date.
- Ensure your computer's operating system and software is updated on a regular basis. Consult with your company's IT professional or a reputable local provider for assistance.

Social Engineering:

Cyber criminals and fraudsters are becoming extremely sophisticated and clever, using Social Engineering to fool consumers into providing access to their personal information, their online banking account, or their desktop or laptop computers. Be extremely wary when you receive an unsolicited email, phone call, or text message from someone claiming to be from your bank, the IRS, a company you do business with, or some other official organization. Never reveal your personal information or grant access to your computer or bank accounts in response to unsolicited communications.

For More Information:

See the Online Security section of our website - <https://www.city.bank/fraud-and-security>.

SCHEDULE OF FEES:

The following fees may be assessed against your account and the following transaction limitations, if any, apply to your account. All fees are per item, per presentment, unless otherwise noted.

Telephone transfer from one account to another	\$5.00
Overdraft protection transfer fee	\$5.00
Account activity printout	\$2.00
Paper statements	\$5.00
Additional statement fee	\$5.00/statement
Automatic transfer fee (sweep)	\$5.00
Early closing fee (closed within 90 days of opening)	\$25.00
Return Mail	\$5.00
Mailed Deposit	\$5.00
Hold Mail	\$10.00/month
Nonsufficient items (NSF) paid or returned* (each fee is per item, per presentment)**	
Overdraft Paid Fee - ODP [†]	\$33.00
Overdraft Paid Fee - NSF [†]	\$33.00
Return Item Fee	\$33.00
NSF/ODP Daily Cap	4 transactions
Account research (\$25.00 minimum, plus copying fee of \$2.00 per page)	\$25.00/hour
Account balancing assistance (\$25.00 minimum)	\$25.00/hour
Stop payments (all items)	\$33.00
Declaration of loss for cashiers check	\$50.00

SCHEDULE OF FEES (CONT.):

Cash withdrawal from ATMs we do not operate (SVC CHG) ²	\$2.00
Balance inquiry at ATMs we do not operate (SVC CHG) ²	\$2.00
Debit/ATM card (Replacement)	\$10.00
Debit Card Rush Fee (priority mail)	\$25.00
Debit Card Rush Fee (overnight)	\$100.00
Outgoing domestic wire transfers	\$25.00
Incoming domestic wire transfers	\$12.00
Incoming international wire transfers	\$20.00
Outgoing international wire transfers	
Consumer	\$125.00
Commercial	\$125.00
Check Printing (fee depends on style of check)	2 personal style checks available at no charge
Cashier's checks	\$5.00
Collections	\$20.00
Non-customer check cashing	\$5.00 or 1% of total whichever is greater
Foreign currency exchange	\$50.00
Photocopies/fax	\$1.00 per page
Loose coins	\$5.00 or 1% of total whichever is greater
Safe deposit boxes available upon request ³	\$20.00
Key deposit	
Freezes/Garnishments/Levies	\$100.00/each occurrence/ each account plus any reasonable legal fees
Gift card fee ⁴	\$5.00
Foreign check processing	
Canada	\$15.00/check
Europe, Australia, Great Britain	\$20.00/check
All others (depending on the country)	\$30.00 or \$90.00/check
<i>Please feel free to ask for a list of countries</i>	
Mail-in-Deposit	\$5.00
International debit card transaction fee ⁵	3%

Fees may not apply to all account types. All fees subject to sales tax in New Mexico. ¹No fee if account is overdrawn for less than \$50.00 any one business day. ²Not responsible for ATM terminal owner imposed fees. ³Not FDIC Insured. Price based upon size and availability. ⁴Additional fees may be assessed if card is not used. ⁵Fees will vary based on currency used within country.

*Overdraft and Return Item Fees apply to overdrafts and non-sufficient funds items created by check, in person withdrawal, ATM withdrawal, or other electronic means; provided however, that for consumer accounts we will only charge an Overdraft Fee for overdrafts caused by ATM withdrawal or one-time debit card transactions if opted-in to that service.

**Please be aware that an item may be presented and returned multiple times, resulting in multiple fees. We do not monitor or control the number of times an item is presented for payment and there is no limit on the number of Return Item fees that can be assessed for an item, if the same item is presented for payment multiple times. You agree that a Return Item fee may be charged each time an item is presented and returned, regardless of the number of times the item is presented and returned, or if the item is later covered by us, in our discretion, as an overdraft. This means that multiple Return Item fees, as well as an Overdraft fee, could be incurred for the same item if it is presented and returned multiple times for payment. There is no limit on the number of Overdraft and Return Item fees that can be charged to your account. No Overdraft fee will be assessed for any item(s) which causes the account to be overdrawn for less than \$50 (negative balance of \$50 or less) on any one business day.



City Bank

5219 City Bank Parkway
Lubbock, TX 79407
800 Our Bank (800 687 2265)

city.bank

January 2023