



MALVERN NATIONAL BANK

CONSUMER ACCOUNT OVERDRAFT PRIVILEGE DISCLOSURE

It is important for you to use your checking account responsibly and to never intentionally overdraw your account. The most efficient way to do this is through *Good Account Management*. Keep a check register up to date. Record all checks when you write them. Record any other transaction such as ATM withdrawals, debit card purchases, and online payments when initiated. Do not forget to write down any fees. Remember any automatic bill payments you may have set up for utilities, insurance or loan payments. Keep an eye on your account balance and review your account statement each month.

MNB realizes that financial shortfalls happen from time to time and we have options available for you. As a benefit to our customers, we offer these useful services to cover you in the event that you inadvertently overdraw your checking account. The forms of Overdraft Protection that we offer are listed below and you may choose to have more than one of these associated with your account.

Overdraft Protection Options:

Product/Service	Description	Cost
Dynamic Transfer	If you have other accounts with us, you can authorize us to transfer the funds needed to cover your overdraft with signed documentation. Dynamic Transfer is available for transfer of funds from a checking, savings or money market account to cover your overdraft. Savings and money market transaction limitations apply.	\$6 per transfer
Overdraft Privilege (ODP)	ODP is a deposit service we add to your checking account to cover inadvertent overdrafts, subject to the eligibility criteria as explained below. With Overdraft Privilege we will strive to pay your overdraft items; however, whether your overdrafts will be paid is discretionary and we reserve the right not to pay. Our decision to pay or return an item drawn on insufficient funds will be based on account handling and may include but are not limited to the following criteria; age of account, number of deposits, dollar amount of deposits, repayment patterns and deposit patterns. You will be charged an overdraft or nonsufficient funds return item fee for each item that is presented. When more than one item is presented and paid, multiple overdraft fees may be charged. MNB will assess no more than seven overdraft fees per day. Any item that causes an overdraft balance of \$10 or less will not be assessed an overdraft fee. All deposits to overdrawn accounts are applied to the negative balance. Checking accounts that remain overdrawn for 60 consecutive calendar days will be closed and charged off.	\$34 for each OD/NSF item

Eligibility: No application is required for ODP; eligibility is at the sole discretion of the Bank. You may not be granted ODP and you may be revoked of existing ODP if any of the following apply:

- Your account has been open for less than 30 days
- Your account type is not eligible
- You are subject to any legal or administrative orders, levy, or are currently a party in a bankruptcy proceeding
- You are past due on any MNB loan or delinquent on any other obligation to MNB.
- A ChexSystems record or other negative indicator has been reported to us
- Your account is classified as inactive
- You have an outstanding Overdraft Fresh Start Repayment Plan balance
- The primary account owner is less than 18 years old
- You are on any deposit account currently overdrawn
- You have recent NSF history on any deposit account
- Your account is being reviewed for fraudulent activity
- You have an unresolved prior loss with MNB
- We do not have a valid address for you
- We believe you are not managing your account in a responsible manner which may harm you or us

MNB offers the following consumer accounts that may be eligible for ODP:

Consumer Account Type	Eligible Amount of ODP
Free Value Checking	\$500
Classic Checking	\$500
Total Checking	\$600
Benefit Checking	\$800

Transactions Eligible for Overdraft Privilege:

Checks	In-Person Withdrawals	ACH Transactions
Internet Banking	Telephone Banking	Preauthorized Automatic Transfers
ATM Transactions*	Debit Card Transactions*	

***ATM/Everyday Debit Card Transactions** – Overdraft Privilege will only be available for ATM and everyday debit card transactions if you authorize MNB to pay those transaction types (see Overdraft Opt in/Opt out Form). If you authorized ODP for ATM transactions, please verify your balance before initiating an ATM withdrawal.

Overdraft Privilege Opt Out - If you do not want to have Overdraft Privilege on a deposit account and you would like for us to remove this benefit from your account, you may opt out by contacting Customer Service at 501-332-6955, or by visiting any of our branch locations

Payment Order of Items - Items officially post during evening processing. Posting an item affects your "current balance." The current balance is the beginning of the day balance after the prior evening's posting. The "available balance" is the amount you have in your account at a particular time that is available for immediate withdrawals or to cover other debit items. The difference between the current balance and the available balance is the result of pending activity that we are aware of that has not yet posted to the account (example, any "pending" deposits, checks, transfers and withdrawals or holds on your account). Any ATM deposit after 2:00 P.M. may not be posted for use until processing of the next business day.

Items Presented for payment may not be processed in the same order as they were received and that order may affect the total fees assessed to your account. All deposits will post before any debit. Generally the first items that we pay are ATM/Debit card transactions, and any checks cashed by MNB or that you have written to us, telephone transfers, and auto transfers authorized on the account with MNB, and wire transactions. We then pay ACH transactions from smallest to largest dollar amount. Finally, we pay the remaining checks based on check sequence.

Excessive Use – ODP is not designed to be used as a permanent solution for financial needs. MNB monitors accounts for excessive use and we may remove ODP if we believe you are not managing your account in a responsible manner which may harm you or MNB.

Financial Education - The Bank believes that financial literacy and education helps consumers make informed decisions. Heightened awareness of personal financial responsibility helps consumers realize the benefits of responsible money management, understanding the credit process and the availability of help if problems occur. www.MyMoney.gov is the federal government's website that serves as the one-stop shop for federal financial literacy and education programs, grants and other information. To request a personal financial toolkit, call **1-888-MyMoney**.

Account Agreement - Your account agreement describes the duties, obligations, and rights of depositors, authorized signatories and the Bank with regard to your deposit accounts. That account agreement is incorporated herein for all purposes as if it were set forth verbatim as to matters not directly addressed by this disclosure. Your account agreement and this disclosure shall be construed so as to minimize conflicts between them.

Waiver: The Bank's forbearance from, or delay in, exercising any of the Bank's rights, remedies, privileges, or right to insist on your strict performance of any provisions of your account agreement, this Overdraft Privilege disclosure, or any other provision related to your account shall not be construed to be a current of future waiver of the Bank's rights, remedies, or privileges.

Effective Date: All information listed in this disclosure is effective 9/15/19.