

STATE BANK OF TEXAS

Overdraft Program Disclosure

Automated Overdraft Program (Opt-In)

If you **opt-in** to authorizing payment of your ATM and everyday debit cards you are automatically enrolled in the State Bank of Texas Automated Overdraft program. Under this program, you will receive a \$300 overdraft limit for checks, ACH debits, ATM withdrawals and everyday debit card transactions that post to your account. We will charge your account \$32 for each transaction (up to three items per day for a total daily charge of \$96) that overdraws your account more than \$10 on any given day. As a responsible customer, upon notice from us, you will be expected to immediately make a deposit to your account to cover any overdraft plus any overdraft fee we impose. We reserve the right to discontinue the Automated Overdraft Program if you abuse the \$300 limit on a continuing basis. You will be notified in writing if you lose your overdraft privileges.

Standard Overdraft Program (Opt-out)

If you **opt-out** of the Automated Overdraft Program, ATM and everyday debit card transactions will be rejected if you do not have enough funds in your account to cover the withdrawal. Overdraft fees are not charged to rejected ATM and debit card transactions. Under the Standard Overdraft Program, all daily ACH debits, checks, and outbound wire transfers that attempt to post to an insufficient account balance or cause an insufficient account balance may be charged \$32 per item overdraft fee without limit. Under the Standard Overdraft Program, we pay overdrafts at our discretion, which means we do not guarantee that we will always authorize and pay any type of transaction. We require you to immediately make a deposit to your account to cover any dollar amounts we have paid into an overdraft situation. This includes overdraft fee amounts.

Overdraft Transfer Protection: A Lower-Cost Alternative to Overdrafts

You also have a lower cost option to address covering account transactions that may cause your account to overdraw. If you have a savings account with us you may link your checking account to your savings account. If you do not have an existing savings account, we can open an account for you. Funds will be automatically transferred from your savings account to your checking account in increments of \$100. A \$10.00 transfer sweep fee will be charged to your checking account for each transfer. To receive this product you must sign and submit a completed enrollment form available at any of our locations. If you select the Overdraft Transfer Protection option to pay your overdrafts you are not simultaneously eligible for enrollment in the Automated Overdraft Program.

During overnight account processing, we post items to deposit accounts in the following order:

Credits (deposits) are posted to your account first before any withdrawals. Debits (withdrawals) are posted in following order: lowest to highest dollar amounts within each category of debit. Electronic debit categories such as wire transfers, online banking items, ATM withdrawals, ACH, and POS items are posted first. The next item to post is checks and the final category posted is service fees. Once again all debit items within each category are posted in the lowest to highest dollar amount order.

Please contact us at 972-252-6000 or drop by the nearest branch if you wish to enroll in the Automated Overdraft Program or the Overdraft Transfer Protection.