



Welcome TO THE **FARMERS NATIONAL BANK** FAMILY

JULY 9, 2020

Last day to access
Farmers Deposit Bank
Bank Bill Pay.

JULY 10, 2020

Last day to access
Farmers Deposit Bank
Online & Mobile Banking.

JULY 11, 2020

Liberty & Middleburg
branches closed
on this day.

JULY 13, 2020

Begin using your new
Farmers National Bank
products and services.

See inside for more details.



IMPORTANT DATES

JULY 9, 2020

- **Last day to access Farmers Deposit Bank Bill Pay.** Any bill scheduled after this date will need to be paid through an alternative method. Farmers National Bank Bill Pay will be available starting July 13.

JULY 10, 2020

- You should be receiving your Farmers National Bank debit card. You can activate your new card upon arrival and begin using July 13.
- Farmers Deposit Bank **Online and Mobile Banking will not be available** starting after 6 p.m. on Friday, July 10.

JULY 11, 2020

- Farmers Deposit Bank **branches in Liberty and Middleburg will be closed on Saturday, July 11** as we prepare your new Farmers National Bank services. For assistance, you can call our Liberty Branch team this day between 8 a.m. – Noon at (606) 787-0700.

JULY 12, 2020

- Your Farmers Deposit Bank debit card can be used through end of the day Sunday, July 12.

JULY 13, 2020

- **Begin using your new Farmers National Bank products and services.**
- Setup your Online Banking at **www.fnbky.com**. From the bank's homepage, you can click the "Enroll" button to get setup. Should you have questions or need assistance with Online Banking, please call us at (866) 888-0220.
- Download the Farmers National Bank **Mobile Banking App**.

Welcome Letter.....	3
Locations & Hours.....	4
FAQs	6
Accounts.....	9
On the Move.....	12
Debit Cards	14
Additional Services	15
Fee Schedule	17
Privacy Policy	18
Truth In Savings & Account Disclosures	20
EFT Rights & Responsibilities	23
Terms and Conditions of Your Account	26



ONLINE BANKING INSTRUCTIONS

Online Banking is a convenient and simple way to manage your Farmers National Bank accounts anytime, anywhere.

- From the bank's homepage at **www.fnbky.com**, you can click the "Enroll" button to get setup.
- Upon enrollment, you will be asked to add your account type, account number, social security number, a four-digit PIN (last 4 digits of your social security number) and an email address.
- We have a helpful Online Banking video that explains how it works and services included such as Bill Pay, transfers and more. To view the Online Banking tutorial and other videos on our products and services, search under our Financial & Product Video Library on the the homepage of the bank's website at **www.fnbky.com**.
- Should you have questions or need assistance with Online Banking, please call us at (866) 888-0220.

Welcome TO THE **FARMERS NATIONAL BANK FAMILY!**

It has been a pleasure working with Tammy McQueen, our Casey County Market Manager, and the other local team members the past several months. They will continue to provide the same friendly, personal service you expect. In addition, Farmers National Bank will give you additional locations and services for your banking and investment needs.

This Welcome Packet includes important dates, any actions you need to take, and the products and services we offer to make banking convenient and easy for you.

Our History of Service: We are the 8th oldest bank in Kentucky, serving the Bluegrass since 1879. Farmers National Bank has been “Your Lifetime Bank” to generations of customers, and we look forward to continuing our tradition of strong community banking in Casey County. You can learn more about us by visiting our website, www.fnbky.com. Also, please follow us on Facebook, Twitter and LinkedIn.

We care about our communities and serving you. We look forward to being “Your Lifetime Bank.”



Tammy McQueen

Tammy McQueen
Market Manager



Greg Caudill

Greg Caudill
CEO



Marty Gibson

Marty Gibson
President

CONVENIENT LOCATIONS

Farmers National Bank has 12 banking center locations, 17 ATMs and four Teller on Demand locations (including a new one in Liberty) in Central Kentucky to serve you:

CASEY COUNTY

LIBERTY

775 N. Wallace Wilkinson Blvd. Liberty, KY 42539
Phone: (606) 787-0700
Fax: (606) 787-0600

Lobby Hours:
Monday-Thurs: 8 am-4 pm
Friday: 8 am-5 pm | Sat.: 8 am-Noon
Drive-Thru Hours:
Monday-Friday: 8 am-5 pm | Sat.: 8 am-Noon
24-Hour ATM

MIDDLEBURG

2959 Shorttown Rd. Middleburg, KY 42541
Phone: (606) 536-0425
Fax: (606) 787-2440

Lobby & Drive-Thru Hours:
Monday-Friday: 8 am-4 pm
Saturday: 8 am-Noon
Closed 12:30-1 p.m. each day for lunch
Closed Wednesday
24-Hour ATM



BOYLE COUNTY

DANVILLE: MAIN OFFICE

304 West Main Street
Danville, KY 40422
Phone: (859) 236-2926
Fax: (859) 238-7432

Lobby Hours:
Monday-Thurs: 8:30 am-4 pm
Friday: 8:30 am-5 pm
Closed Saturday
24-Hour ATM

DANVILLE: EAST MAIN

211 E. Main Danville, KY 40422
Phone: (859) 239-9516
Fax: (859) 239-9682

Lobby & Drive-Thru Hours:
Monday-Thurs: 8:30 am-4 pm
(Drive-Thru till 5pm)
Friday: 8:30 am-6 pm
Saturday: 9 am-Noon
24-Hour ATM

DANVILLE SQUARE

1714 Perryville Road
Danville, KY 40422
Phone: (859) 936-6958

Lobby & Drive-Thru Hours:
Monday-Thurs: 8:30 am-4 pm
Friday: 8:30 am-6 pm
Closed Saturday
24-Hour ATM

DANVILLE: GARLAND

100 Garland Drive
Danville, KY 40422
Phone: (859) 236-5182

Lobby Hours:
Monday-Thurs: 8:30 am-4 pm
Friday: 8:30 am-6 pm
Saturday: 9 am-Noon
Teller on Demand:
Monday-Friday: 8 am-6 pm
Saturday: 9 am-2 pm
24-Hour ATM

JUNCTION CITY

101 Shelby Junction Lane
Junction City, KY 40440
Phone: (859) 854-5006
Fax: (859) 854-5008

Lobby & Drive-Thru Hours:
Monday-Thurs: 8:30 am-4 pm
Friday: 8:30 am-6 pm
Saturday: 9 am-Noon
24-Hour ATM

PERRYVILLE

309 East Second Street
Perryville, KY 40468
Phone: (859) 332-2221
Fax: (859) 332-4227

Lobby & Drive-Thru Hours:
Monday-Thurs: 8:30 am-4 pm
Friday: 8:30 am-6 pm
Saturday: 9 am-Noon
24-Hour ATM

LINCOLN COUNTY

STANFORD

131 Frontier Blvd.
Stanford, KY 40484
Phone: (606) 365-8851
Fax: (606) 365-8946

Lobby & Drive-Thru Hours:
Monday-Thurs: 8:30 am-4 pm
(Drive-Thru till 5pm)
Friday: 8:30 am-6 pm
Saturday: 9 am-Noon
24-Hour ATM

MERCER COUNTY

HARRODSBURG

776 South College Street
Harrodsburg, KY 40330
Phone: (859) 734-9953
Fax: (859) 734-7772

Lobby & Drive-Thru Hours:
Monday-Thurs: 8:30 am-4 pm
(Drive-Thru till 5pm)
Friday: 8:30 am-6 pm
Saturday: 9 am-Noon
24-Hour ATM

BURGIN

125 East Main Street
Burgin, KY 40310
Phone: (859) 748-5277
Fax: (859) 748-5206

Lobby & Drive-Thru Hours:
Monday-Thurs: 8:30 am-4 pm
Friday: 8:30 am-6 pm
Closed Saturday
24-Hour ATM

GARRARD COUNTY

LANCASTER

20 Commerce Drive
Lancaster, KY 40444
Phone: (859) 792-1914
Fax: (859) 792-1916

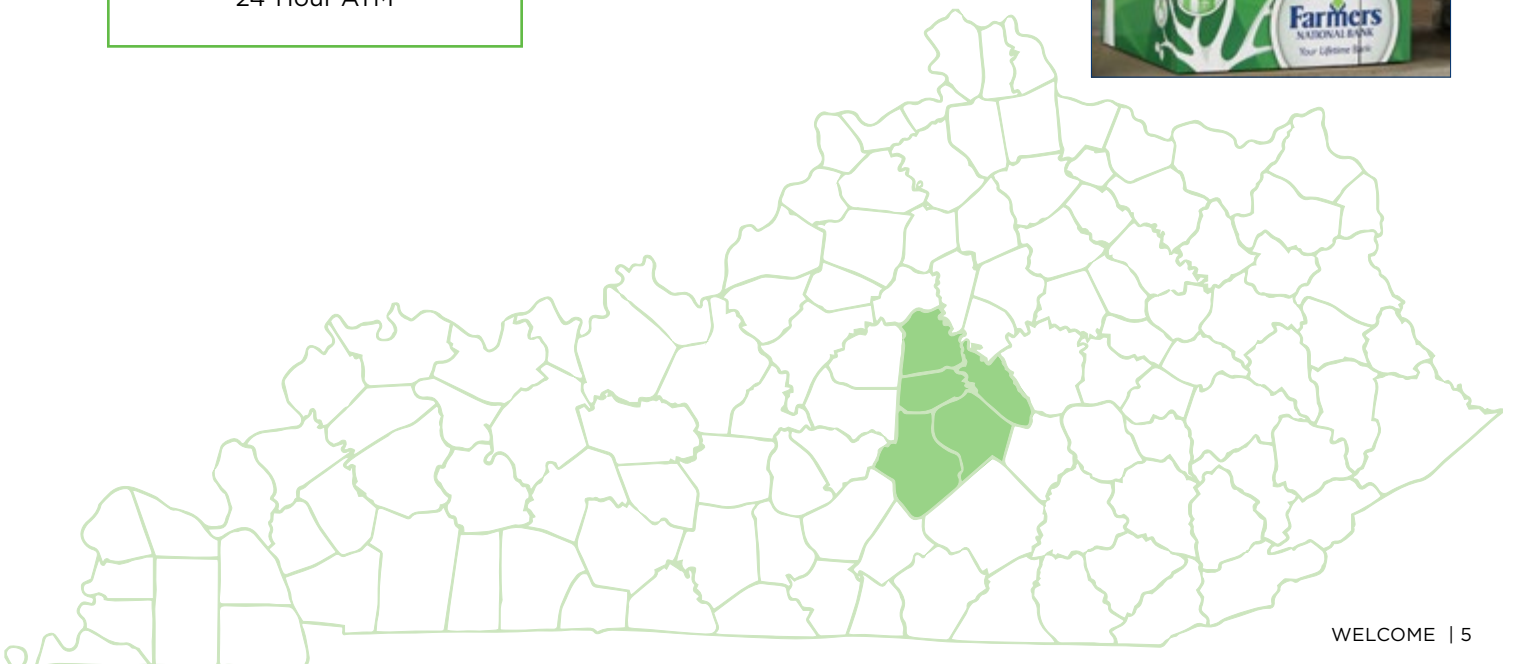
Lobby & Drive-Thru Hours:
Monday-Thurs: 8:30 am-4 pm
(Drive-Thru till 5pm)
Friday: 8:30 am-6 pm
Saturday: 9 am-Noon
24-Hour ATM

TELLER ON DEMAND

- **CASEY COUNTY: LIBERTY**
- **DANVILLE: GARLAND**
- **DANVILLE: GREENLEAF**
- **HARRODSBURG: COLTON**

Teller on Demand Hours:
Monday-Friday: 8 am-6 pm
Saturday: 9 am-2 pm

Speak to a video teller
from an ATM-like machine
with extended hours.



FAQS | FREQUENTLY ASKED QUESTIONS

Q: Who is Farmers National Bank?

Farmers National Bank is based in Danville, Ky. It has a strong community banking tradition in Central Kentucky dating to 1879 with locations in Casey, Boyle, Garrard, Lincoln and Mercer counties. It is known for exceptional, personal service and offers beneficial products and services.

Q: When will customers receive new Farmers National Bank debit cards?

You should be receiving your new Farmers National Bank Debit MasterCard by July 10 and can activate it upon arrival. Continue to use your Farmers Deposit Bank debit card until the end of the day on Sunday, July 12. On July 13, you can begin using your NEW Farmers National Bank debit card and properly dispose of your Farmers Deposit Bank debit card (we recommend cutting the card with scissors in which the debit card number and no other information is visible). If you have any automatic debits set up with your Farmers Deposit Bank debit card you will need to re-set those with the information from your new Farmers National Bank debit card.

One thing you will notice that is different about a Farmers National National Bank debit card is that your card number, for security purposes, is listed on the back of the card.

Activation: Please follow the instructions that will be on your new Farmers National Bank debit card card to activate and begin using it. If questions, please call us at (866) 888-0220.

Q: Will Business hours change?

There are no changes to branch hours at this time. However, please note that the Farmers Deposit Bank branches in Liberty and Middleburg will be closed for business on Saturday, July 11. The branches will re-open on Monday, July 13.

Q: Will account types change?

Some accounts will be changing and some accounts will not. If you are placed in a new account, it will be similar or better (offering more benefits) than the account you are currently using. On Page 9 of this packet you can see which Farmers National Bank account you will have with account descriptions.

Q: Will my account number and routing number change?

Your previous Farmers Deposit Bank account number will remain the same if it was a 7-digit number. If your account number is less than 7 digits, it will have zeros in front of it. For example, if your Farmers Deposit Bank account number was 1234, it will now be 0001234 to total 7 digits. Or if your account number was, for example, 123 it will now be 0000123.

Your Farmers Deposit Bank routing number will still be active for the time being. We will let you know when there are updates to your routing number. The Farmers National Bank routing number is: 083901236. When you receive new Farmers National Bank checks, this routing number will be associated with those checks.



Q: Will I have to order new checks?

You will not need to initially re-order checks. You can continue to use your Farmers Deposit Bank checks until you run out. As you start to run low on your Farmers Deposit Bank checks, you can order new Farmers National Bank checks on our website at www.fnbky.com. A branch team member can also assist you or you can call (866) 888-0220.

Q: Will the web site change?

Yes. Starting on July 13, customers can begin using the Farmers National Bank site at www.fnbky.com for Online Banking services. We encourage you to go ahead and visit our site to learn about our many services. The Farmers Deposit Bank site (www.farmersdeposit.com) will be active until 6 p.m. on Friday, July 10.

Q: Will my Online Banking and Bill Pay Change?

Yes. On July 13, you may login to your Online Banking account with Farmers National Bank. As a new user you will visit www.fnbky.com and click the “Enroll” button from the top right of the homepage. Upon enrollment, you will be asked to add your account type, account number, social security number, a four-digit PIN (last 4 digits of your social security number) and an email address.

We have a helpful Online Banking video that explains how it works and services included such as Bill Pay, transfers and more. To view the Online Banking tutorial and other videos on our products and services, search under our Financial & Product Video Library on the the homepage of the bank’s website at www.fnbky.com.

Your Farmers Deposit Bill Pay will be active until July 9. On July 9, any bill scheduled after this date will need to be paid through an alternative method. Farmers National Bank Bill Pay will be available for use starting July 13.

Q: Will I be able to view my previous statements and checks within Farmers National Banking Online Banking?

Yes. Your previous account statements and pictures of your checks from Farmers Deposit Bank will be available to view on Farmers National Bank Online Banking.

Q: When will I have to change my direct deposit?

Over the next few months, you will need to switch your direct deposit and any ACH deposits with the Farmers National Bank routing number (083901236). You can do this beginning on Monday, July 13. You can contact your employer or organization that oversees your direct deposit/ACH to request this update. You can also visit one of our branches for assistance or call (866) 888-0220.

Q: Will I need to sign up to receive e-statements?

Yes. You can sign up for eStatements through Online Banking starting July 13. Or you can talk to a Farmers National Bank team member or call us at (866) 888-0220. A video with eStatement instructions is available on our website.

Q: Will my CD or Loan Payments change?

The CD or loan rate you have with Farmers Deposit Bank will not change until the maturity date of your CD or loan.

Q: Will my Farmers Deposit Bank loan payment continue to be automatically deducted?

Yes, if your payment is already set up to be automatically deducted no change is necessary.

Q: What if I have additional questions about Farmers National Bank?

If you have additional questions, please call us at (866) 888-0220, visit us at www.fnbky.com, or ask any Farmers National Bank employee. We will be glad to answer all of your questions.



YOUR BANK ACCOUNTS

The graph below will provide more information about your new Farmers National Bank accounts. We have a variety of checking and savings accounts to meet your needs.

Your <u>current</u> Farmers Deposit Bank Account	Your <u>NEW</u> Farmers National Bank Account
Farmers Deposit Checking	Free & Easy Checking
Farmers Advantage Checking	No Change
Elite Checking	50+ Interest Checking
Now Account	Now Plus*
Super Now	Now Plus*
Business Checking	Business Free & Easy Checking**
Farmers eChecking	Direct Interest Checking
Building Block Savings	Traditional Savings
Statement Savings	Traditional Savings
Christmas Club Savings	No Change

* Account name change only. No change in terms and conditions from the original Farmers Deposit Bank Now Account and Super Now Account.

** If your business uses a Farmers Deposit Bank personal checking account, you will begin using the Farmers National Bank Business Free & Easy Checking account on July 13.

CHECKING ACCOUNTS

FREE & EASY CHECKING

A FREE account for everyone!

- No minimum balance
- No monthly service charge
- Free Debit Card
- Free Online Banking
- Free Mobile Banking and Mobile Deposit
- Free eStatements with online check images
- Free Bill Pay

DIRECT INTEREST CHECKING

Earn interest with the convenience of direct deposit or any automatic payment.

- Competitive interest
- No minimum balance
- No monthly service charge
- Free Debit Card
- Free Online Banking
- Free Mobile Banking and Mobile Deposit
- Free eStatements with online check images
- Free Bill Pay

50+ INTEREST CHECKING

A perfect account for those who are 50 years old or older.

- FREE personalized checks
- Competitive interest
- No minimum balance
- No monthly service charge
- Free Debit Card
- Free Online Banking
- Free Mobile Banking with Mobile Deposit
- Free eStatements and online check images
- Free Bill Pay

PREMIUM INTEREST CHECKING

An account for those interested in higher interest.

- FREE personalized checks
- Higher interest rate with balances of \$1,500 or more
- No minimum balance
- No monthly service charge
- Free Debit Card
- Free Online Banking
- Free Mobile Banking and Mobile Deposit
- Free eStatements with online check images
- Free Bill Pay



BUSINESS ACCOUNTS

BUSINESS FREE & EASY CHECKING

- No minimum balance
- No monthly service charge
- 1,000 FREE monthly transaction items
- Up to \$10,000 currency deposited per month FREE
- Free Business Debit Card
- Free Online Banking
- Free Mobile Banking and Mobile Deposit
- Free eStatements with online check images
- Free Bill Pay

BUSINESS INTEREST CHECKING

- Competitive interest
- No minimum balance
- No monthly service charge
- 1,000 FREE monthly transaction items
- Only \$2,500 minimum balance to avoid low monthly fee of \$7
- Up to \$10,000 currency deposited per month FREE
- Free Business Debit Card
- Free Online Banking
- Free Mobile Banking and Mobile Deposit
- Free eStatements with online check images
- Free Bill Pay

SAVINGS ACCOUNTS

TRADITIONAL SAVINGS

- Competitive interest
- \$50 minimum to open
- Overdraft protection (if combined with checking account)

MONEY MARKET

- Tiered interest
- \$50 minimum to open
- Interest compounded monthly



*Friendly
Faces*
YOU KNOW
AND TRUST

BANKING WHILE ON THE MOVE

We offer a variety of solutions that allows you to bank with us anytime, anywhere.

ONLINE BANKING

Farmers National Bank's secure Online Banking gives you 24-hour access to your checking, savings, loans and CDs, including account balances, check images and history. You will be able to start using our Online Banking Services on Monday, July 13.

Getting Started: From the bank's website homepage (www.fnbky.com), you can click the "Enroll" button. Upon enrollment, you will be asked to add your account type, account number, social security number, a four-digit PIN (last 4 digits of your social security number) and an email address.

We have a helpful Online Banking video that explains how it works and helpful services it has including Bill Pay, transfers and more. To view the Online Banking tutorial and other videos on our products and services, search under our Financial & Product Video Library on the the homepage of the bank's website at www.fnbky.com.

MOBILE BANKING

From your Smartphone or a Tablet you can access your Farmers National Bank's accounts. You will be able to start using our Mobile Banking Services on Monday, July 13.

Through the Mobile App, you can use Mobile Check Deposit. You can take pictures of your checks and deposit them through Mobile Check Deposit.

Getting Started: After you enroll in our Online Banking, you can download the Farmers National Bank Mobile App from the Apple Store or Google Play for Android users. For logging in, you will use the same username and password you do for Farmers National Bank Online Banking. To view a Mobile Banking tutorial and other videos on our products and



Mobile
Banking

services, search under our Financial & Product Video Library on the the homepage of the bank's website at www.fnbky.com.

BILL PAY

Electronically pay your bills from Farmers National Bank Online Banking. You can set payments up in advance or set recurring payments. Save time, money on postage and Bill Pay is a good way to ensure you don't miss a payment.

Getting Started: You can access Farmers National Bank Bill Pay through Online Banking starting July 13. Please note that July 9 is the last day you can access Farmers National Bank Bill Pay. A video with Farmers National Bank Bill Pay instructions is available on our website.

FNB CARD CONTROL

This service is a great way to view your Farmers National Bank debit card purchases and keep your card safe from fraud. From the Farmers National Bank Mobile App, you can set FNB Card Control to get a notification on your Smartphone any time your debit card is used, set spending limits and locations it can be used, and you even have the ability to turn your card "on" and "off".

Getting Started: Starting July 13, from the App Store or Google Play, download the FNB Card Control app. You will login using the same username and password you use for Farmers National Bank Online and Mobile Banking. You will enter your debit card information. From there, FNB Card Control will work within the Farmers National Bank Mobile App. A video with FNB Card Control instructions is available on our website.



CardControl

E-STATEMENTS

Farmers National Bank eStatements give you a faster, more secure way to receive your statements. When you switch to paperless documents, you will receive a statement through our Online Banking. It's a free service so you save money and time as eStatements arrive sooner than paperless statements.

Getting Started: You can sign up for eStatements through Online Banking starting July 13. Or you can talk to a Farmers National Bank team member or call us at (866) 888-0220. A video with eStatement instructions is available on our website.

MOBILE WALLET SERVICES

You can use your Farmers National Bank debit card right from your smartphone with Mobile Wallet Services. This is a simple and safe way to pay with Apple Pay or Android Pay, which are accepted

at millions of stores. It is a secure way to make a purchase as virtual account numbers is used at purchase protecting your debit card information.

Getting Started: Mobile Wallet Services will be available to you starting July 13. Check out the Mobile Wallet Services video on our website to learn more and how to get started. To activate Apple Pay or Android Pay, call us at (866) 888-0220.

TELEBANC

Farmers National Bank's Telebanc is the bank's phone system that allows you to check your account information and make transfers. It is available 24 hours a day, seven days a week.

Getting Started: You can begin using Telebanc on July 13 by calling toll-free at 1 (888) 484-7139.



DEBIT CARDS

You should be receiving your new Farmers National Bank Debit MasterCard by July 10. Continue to use your Farmers Deposit Bank debit card until end of day on Sunday, July 12. On July 13, you can begin using your NEW Farmers National Bank debit card and properly dispose of your Farmers Deposit Bank debit card (we recommend cutting the card with scissors so that the debit card number and no other information is visible). If you have any automatic debits set up with your Farmers Deposit Bank debit card you will need to re-set those with the information from your new Farmers National Bank debit card.

One thing you will notice that is different about a Farmers National National Bank debit card is that your card number, CVV and expiration date, for security purposes, are listed on the back of the card.

Activation:

Please follow the instructions that will be on your new Farmers National Bank debit card card to activate and begin using it. If questions, please call us at (866) 888-0220.

SHOW YOUR SCHOOL SPIRIT

Farmers National Bank loves our local schools and we are a strong supporter of education. Our school-themed debit cards are popular. We will continue to offer, at no cost, a Casey County Rebels debit card. If you previously had a Casey County Rebels debit card, we will send you a new one. We also have other local high school and college themed cards.

PROTECT AGAINST DEBIT CARD FRAUD WITH FNB CARD CONTROL

This service is a great way to view your Farmers National Bank debit card purchases and keep your card safe from fraud. From the Farmers National Bank Mobile App, you can set FNB Card Control to get a notification on your smartphone any time your debit card is used, set spending limits and locations it can be used, and you even have the ability to turn your card “on” and “off”. A video with FNB Card Control instructions is available on our website.



ADDITIONAL SERVICES

LOANS

Farmers National Bank is a Central Kentucky leader in providing personal, mortgage, small business, commercial, agriculture and equine loans. Our customers give our lending team positive feedback on their knowledge of the loan process, time to service loans, competitive rates and the courteous, helpful service provided.

PERSONAL LOANS

This includes Auto Loans, loans for recreational vehicles, CD loans and Marketable Security Loans.

MORTGAGE LOANS

Whether you plan to build, buy or refinance a home, we provide products to help you. Farmers National Bank offers:

- Fixed Rate Home Loans
- Adjustable Rate Mortgages
- Home Equity Loans
- Refinance Loans
- Home Construction
- Lot/Land Purchase

SMALL BUSINESS

Partnering to help our business community is of vital importance to Farmers National Bank. We work with hundreds of local small businesses who are the lifeblood of our economy. Our knowledgeable team helps make the loan process convenient.

COMMERCIAL

We help large businesses with a variety of lending needs including Commercial Real Estate and Real Estate Construction, Equipment Financing, Lines of Credit and Investment Property.

AGRICULTURE

Since 1879, we've been in the business of helping Central Kentucky farmers and the agricultural community reach their goals. Farmers National Bank has partnered with



families and businesses for generations to help them do what they do best — nourishing our communities and providing valuable jobs and economic development to the Bluegrass and beyond.

EQUINE

The Equine Industry is a unique business, one which follows the bank's longstanding commitment to agriculture and livestock in Central Kentucky. Understanding the cash flow needs and cycles of the horse business is critical to our underwriting and appropriately assessing the risks associated with raising champion racehorses. Coupled closely with understanding client needs is reviewing the equine market's trends, which is an integral part of how Farmers National Bank helps its clients. We offer Operating Lines of Credit, Mare/Stallion Financing and Farm Financing.

CREDIT CARDS

PERSONAL CARDS

A Farmers National Bank Visa Platinum Rewards Credit Card offers you hometown service, worldwide acceptance and powerful security protections. Our Rewards Card also provides competitive rates and Chip Card technology. There is no annual fee and 24/7 customer service located in the U.S. The card offers fraud monitoring and has zero fraud liability which means you are not charged if there are unauthorized charges on your card. You can learn more at the Farmers National Bank website.

BUSINESS CREDIT CARDS

A Farmers National Bank Business Credit Card offers you extra benefits and powerful security protection. Our Visa Company Rewards Card is accepted worldwide and offers great rewards, competitive rates and Chip Card technology. There is no annual fee and you can set individual spending limits on employee cards to help you control expenses. The card offers fraud monitoring and has zero fraud liability which means your business is not charged if there are unauthorized charges. You can learn more at the Farmers National Bank website.

MORE

WEALTHSOUTH

WealthSouth, a division of Farmers National Bank, has been our Trust Division since 1909. WealthSouth provides families and businesses with financial planning, trust and retirement plan services to meet the needs of our clients. Learn more at www.wealthsouth.com.



FNB INVESTMENT SERVICES

Our Brokerage unit, FNB Investment Services, helps develop tailored financial solutions. We put the needs of our clients first and partner with Raymond James to support our relationship with our clients. Learn more at www.raymondjames.com/fnbinvestmentservices.

TREASURY MANAGEMENT SERVICES

Having a better handle on your cash flow can save money and give you more time to grow your business. Farmers National Bank offers ACH (Automated Clearing House) services; Wire Transfer Services for businesses; Remote Deposit Capture and Enhanced Business Security for your company's Online Banking. Our dedicated team works with you to determine the best customized solution for your business. Learn more about all of our Treasury Management services with helpful videos on the bank's website.

MERCHANT SERVICES

Card processing solutions help your business accept card payments, manage money, and increase client security more efficiently. Farmers National Bank has a dedicated full-service team to help with your merchant processing needs. From consultation through installation, we will assist you with all of your business's payment processing needs.

SCHEDULE OF FEES & CHARGES

The Following Fees May Be Assessed Against Your Account:

ATM / Debit Card Replacement Fee	\$5.00
Cashier's Check	\$5.00
Charge Off Fee	\$32.00
Collection Fee	\$15.00 plus Any Correspondent Bank Charges
Commercial Analysis Monthly Loan Sweep Fee (if applicable)	\$100.00
Commercial Monthly Remote Deposit Fee	\$55.00
Copy of Statement / Interim Statement (Printout)	\$5.00
Dormant Account Fee (Monthly)	\$6.50
Early Closing Fee Checking/Saving Before 90 Days	\$25.00
Early Closure Fee Christmas Club Account	\$25.00
Escheatment Fee	\$50.00
External Accounts Funds Transfer	\$5.00
Fax Fee - Per Page	\$1.50
Garnishment	\$100.00
Incoming Wire Transfer	\$15.00
Indemnity Bond	\$5.00
Insufficient Funds Fee Per Item (ATM, POS, Check, ACH)	\$32.75
Levy	\$20.00
Money Order	\$3.00
Non-FNB ATM Transaction Service Charge	\$2.00
Notary Fee (Customer)	NO CHARGE (Non Customers \$5.00 Fee)
Outgoing Wire Transfer (Customer)	\$20.00 (\$50 International) plus Any Correspondent Bank Charges
Overdraft Fee-Per Item (ATM, POS, Check, ACH)	\$32.75
Overdraft Protection Per Use	\$10.00
Research Per Hour / + \$0.50 Per Copy	\$20.00
Returned Deposit Items / Business or Personal	\$10.00
Returned Mail Fee	\$10.00
Savings Overdraft Handling Fee Per Item (ATM, POS, Check, ACH)	\$32.75
Stop Payment / Request	\$30.00
Telephone Transfer (Not Telebank)	\$5.00
Temporary Check Packet	\$3.00
Vinyl Deposit Bag	\$3.00 (Small) or \$4.00 (Large)



PRIVACY POLICY

WHAT DOES FARMERS NATIONAL BANK DO WITH YOUR PERSONAL INFORMATION?	
Why?	Financial companies choose how they share your personal information. Federal law gives consumers the right to limit some but not all sharing. Federal law also requires us to tell you how we collect, share, and protect your personal information. Please read this notice carefully to understand what we do.
What?	<p>The types of personal information we collect and share depend on the product or service you have with us. This information can include:</p> <ul style="list-style-type: none"> • Social Security number and income • Account balances and payment history • Credit history and credit scores <p>When you are no longer our customer, we continue to share your information as described in this notice.</p>
How?	All financial companies need to share customers' personal information to run their everyday business. In the section below, we list the reasons financial companies can share their customers' personal information; the reasons Farmers National Bank chooses to share; and whether you can limit this sharing.

Reasons we can share your personal information	Does Farmers National Bank share?	Can you limit this sharing?
For our everyday business purposes such as to process your transactions, maintain your account(s), respond to court orders and legal investigations, or report to credit bureaus	Yes	No
For our marketing purposes to offer our products and services to you	Yes	No
For joint marketing with other financial companies	Yes	No
For our affiliates' everyday business purposes information about your transactions and experiences	No	We don't share
For our affiliates' everyday business purposes information about your creditworthiness	No	We don't share
For nonaffiliates to market to you	No	We don't share

Who we are	
Who is providing this notice?	Farmers National Bank
What we do	
How does Farmers National Bank protect my personal information?	To protect your personal information from unauthorized access and use, we use security measures that comply with federal law. These measures include computer safeguards and secured files and buildings.
How does Farmers National Bank collect my personal information?	<p>We collect your personal information, for example, when you:</p> <ul style="list-style-type: none"> • open an account or deposit money • pay your bills or apply for a loan • seek advice about your investments <p>We also collect your personal information from others, such as credit bureaus, affiliates, or other companies.</p>
	<p>Federal law gives you the right to limit only:</p> <ul style="list-style-type: none"> • sharing for affiliates' everyday business purposes--information about your creditworthiness • affiliates from using your information to market to you • sharing for nonaffiliates to market to you <p>State laws and individual companies may give you additional rights to limit sharing.</p>
Definitions	
Affiliates	<p>Companies related by common ownership or control. They can be financial and nonfinancial companies.</p> <ul style="list-style-type: none"> • <i>Farmers National Bank is owned by Boyle Bancorp, Inc.</i>
Nonaffiliates	<p>Companies not related by common ownership or control. They can be financial and nonfinancial companies.</p> <ul style="list-style-type: none"> • <i>Farmers National Bank does not share with nonaffiliates so they can market to you.</i>
Joint marketing	<p>A formal agreement between nonaffiliated financial companies that together market financial products or services to you.</p> <ul style="list-style-type: none"> • <i>Farmers National Bank has a joint marketing agreement with Raymond James Financial Services to provide you with brokerage and investment services and insurance products.</i>
Questions?	Call 859-236-2926 or go to www.fnbky.com

TRUTH IN SAVINGS DISCLOSURES & ACCOUNT DISCLOSURES

FREE & EASY CHECKING

Disclosure of interest, fee and account terms

Rate Information: This is a non-interest bearing account.

Required Minimum Opening Deposit: You must deposit \$50.00 to open this account.

Additional Account Description: No minimum balance. No monthly service charge.

Account Fees: Overdraft and Return Item Fees apply to overdrafts and returned items created by check, in person and ATM withdrawal or other electronic means.

50+ INTEREST CHECKING

Disclosure of interest, fee and account terms

Rate Information: This is a Variable Rate account. Your interest rate and annual percentage yield may change. At our discretion, we may change the interest rate on your account at any time. The interest rate on the entire balance of your account will be 0.03% with an annual percentage yield of 0.03%.

Compounding and Crediting: Interest on your account will be compounded Daily. Interest will be credited to your account Monthly.

Required Minimum Opening Deposit: You must deposit \$50.00 to open this account.

Balance Computation Method: We use the daily balance method to calculate interest on your account. This method applies a daily periodic rate to the principal in the account each day.

Accrual Of Interest On Deposits Other Than Cash: Interest begins to accrue on the business day you deposit non cash items (for example, checks).

Additional Account Description: You must be age 50 or older to qualify for this account. Unlimited Complimentary checks (grey specialty wallet) with account, one box per order. No minimum balance. No monthly service charge. Overdraft and Return Item Fees apply to overdrafts and returned items created by check, in person and ATM withdrawal, or other electronic means.

DIRECT INTEREST CHECKING

Disclosure of interest, fee and account terms

Rate Information: This is a Variable Rate Account. Your interest rate and annual percentage yield may change. At our discretion, we may change the interest rate on your account at any time. The interest rate on the entire balance of your account will be 0.03% with an annual percentage yield of 0.03%.

Compounding and Crediting: Interest on your account will be compounded Daily. Interest will be credited to your account Monthly.

Required Minimum Opening Deposit: You must deposit \$50.00 to open this account.

Balance Computation Method: We use the daily balance method to calculate interest on your account. This method applies a daily periodic rate to the principal in the account each day.

Accrual Of Interest On Deposits Other Than Cash: Interest begins to accrue on the business day you deposit non cash items (for example, checks).

Additional Account Description: No minimum balance. No monthly service charge. One direct deposit or ACH transaction per month required to earn stated interest. Overdraft and Return Item Fees apply to overdrafts and returned items created by check, in person and ATM withdrawal, or other electronic means.

BUSINESS FREE & EASY CHECKING

Disclosure of interest, fee and account terms

Rate Information: This is a non-interest bearing account.

Required Minimum Opening Deposit: You must deposit \$50.00 to open this account.

Additional Account Description: No minimum balance. No monthly service charge.

Account Fees: Overdraft and Return Item Fees apply to overdrafts and returned items created by check, in person and ATM withdrawal or other electronic means.

TRADITIONAL SAVINGS

Disclosure of interest, fee and account

Rate Information: This is a Variable Rate Account. Your interest rate and annual percentage yield may change. At our discretion, we may change the interest rate on your account at any time. The interest rate on your entire balance will be 0.05% with an annual percentage yield of 0.05%.

Compounding and Crediting: Interest on your account will compound Daily. Interest will be credited to your account Quarterly.

Required Minimum Opening Deposit and Balances: You must deposit \$50.00 to open this account. A maintenance fee of \$5.00 will be imposed every month if the daily balance falls below \$100.00 any day of the month. Minimum balance of \$100 must be maintained within 30 days of account opening to avoid service charge. Minimum balance and service charge waived for minors.

Balance Computation Method: We use the daily balance method to calculate the interest on your account. This method applies a daily periodic rate to the principal in the account each day.

Accrual Of Interest On Deposits Other Than Cash: Interest begins to accrue on the business day you deposit non cash items (for example, checks).

Transaction Limitations/Fees: You may make six (6) debits from your account each month. A fee of \$10.00 will be imposed for each subsequent debit.

Additional Account Description: Overdraft and Return Item Fees apply to overdrafts and returned items created by check, in person and ATM withdrawal, or other electronic means.

FUNDS AVAILABILITY POLICY: YOUR ABILITY TO WITHDRAW FUNDS

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 they are available, you can withdraw the funds 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 responsible for checks that are returned as unpaid and for any other problems involving your deposit.

For determining the availability of your deposits, every day is a business day except Saturdays, Sundays, and Federal holidays. If you make a deposit before the close of business Monday - Friday on a business day that we are open, we will consider that day to be the day of your deposit. However, if you make a deposit after the close of business Monday - Friday, or on a day we are not open, we will consider that the deposit was made on the next business day we are open.

If you make a deposit in one of our ATMs before 5:00 P.M. on a business day we are open, we will consider that to be the day of your deposit. However, if you make a deposit in one of our ATMs after 5:00 P.M. or on a day we are not open, we will consider that the deposit was made on the next business day we are open.

LONGER DELAYS MAY APPLY:

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 \$200 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 leave the premises, we will mail you the notice by the day after we receive your deposit.

If you need the funds from a deposit right away, you should ask us when the funds will be available.

Funds you deposit by check may be delayed for a longer period under the following circumstances:

- A. We believe a check you deposit will not be paid.
- B. You deposit checks totaling more than \$5,000 on any one day.
- C. You redeposit a check that has been returned unpaid.
- D. You have overdrawn your account repeatedly in the last six months.
- E. 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.

SPECIAL RULES FOR NEW ACCOUNTS:

If you are a new customer, the following special rules will 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 \$5,000 of a 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 checks must be made payable to you. The excess over \$5,000 will be available on the 9th business day after the day of your deposit. If the deposit of these checks, (other than a U.S. Treasury check) is not made in person to one of our employees, the first \$5,000 will not be available until the 2nd business day after the day of your deposit. Funds from all other checks will be available on the 11th business day after the day of your deposit.

ELECTRONIC FUND TRANSFERS

YOUR RIGHTS AND RESPONSIBILITIES

The Electronic Fund Transfers we are capable of handling for consumers are indicated below, some of which may not apply to your account. Some of these may not be available at all terminals. Please read this disclosure carefully because it tells you your rights and obligations for these transactions. You should keep this notice for future reference.

TYPES OF TRANSFERS, FREQUENCY AND DOLLAR LIMITATIONS

(a) Prearranged Transfers.

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

(b) Telephone Transfers. You may access your account(s) by telephone at (859) 238-0601 or 1-888-484-7139 using a touch tone phone, your account numbers, and your pre-assigned Personal ID Number Telebank PIN to:

- Transfer funds from checking to savings
- Transfer funds from savings to checking
- Make payments from checking to loan accounts with us
- Get checking account(s) information
- Get savings account(s) information
- HSA's (Health Savings Accounts) are excluded from above.

(c) ATM Transfers. You may access your account(s) by ATM using your access device (included but not limited to an ATM or Debit card) and personal identification number to:

- Make deposits to checking accounts
- Make deposits to savings accounts
- Get cash withdrawals from checking accounts you may withdraw no more than \$500.00 per Day
- Get cash withdrawals from savings accounts you may withdraw no more than \$500.00 per Day
- Transfer funds from savings to checking
- Transfer funds from checking to savings
- Get checking account(s) information
- Get savings account(s) information
- HSA's (Health Savings Accounts) are excluded from above.

(d) Point-Of-Sale Transactions. Using your card:

- You may access your checking account to purchase goods (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 \$2,500.00 in transactions per Day (24 Hour Period of Time).

(e) Computer Transfers. You may access your account(s) by computer by going online to our website at www.fnbky.com for enrollment and usage of online banking and/or billpay and using your Access ID and Passcode to:

- Transfer funds from checking to savings
- Transfer funds from savings to checking
- Make payments from checking to loan accounts with us
- Get checking account(s) information

- Get savings account(s) information
- View account balances, actual statements, account history
- Reorder checks.

(f) Mobile Banking Transfers. You may access your account(s) by web-enabled cell phone by first enrolling online at www.fnbky.com to activate mobile and using your same internet banking Access ID and Passcode to:

- Transfer funds from checking to savings
- Transfer funds from savings to checking
- Get checking account(s) information
- Get savings account(s) information
- Text and data rates may apply.

(g) 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 phone, the Internet, 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:

- **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.
- **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.

GENERAL LIMITATIONS

In addition to those limitations on transfers elsewhere described, if any, the following limitations apply:

- Transfers or withdrawals from a savings or MMI account to

another account of yours or to a third party by means of a preauthorized or automatic transfer or telephone order or instruction, computer transfer, or by check, draft, debit card or similar order to a third party, are limited to 6 per month. If you exceed the transfer limitations set forth above, your account shall be subject to closure.

- Young Generation Savings have a limit of 1 free withdrawal or transfer per month, and are limited to 6 pre-authorized transfers per month. Additional withdrawals each month are \$1.00 per transaction. If more than 6 withdrawals or preauthorized transfers occur on a Traditional Savings, there is an additional transaction fee of \$10.00 per transaction. If more than 6 withdrawals or preauthorized transfers occur on a Money Market (MMI), there is an additional transaction fee of \$10.00 per transaction.
- We charge \$5.00 each transfer to our customers whose accounts are set up to use external transfers.
- You may be charged a Cross-border Transaction Fee for debit card transactions made outside the USA.

Except as indicated above, we do not charge for Electronic Fund Transfers.

ATM Operator/Network Fees: When you use an ATM not owned by us, you may be charged a fee by the ATM operator or any network used (and you may be charged a fee for a balance inquiry even if you do not complete a fund transfer).

DOCUMENTATION

- (a) Terminal Transfers.** You can get a receipt at the time you make a transfer to or from your account using a(n)
- automated teller machine
 - point-of-sale terminal.
- You may not get a receipt if the amount of the transfer is \$15 or less.

- (b) 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 the telephone number listed below to find out whether or not the deposit has been made.

- (c) In addition,**
- 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.
 - You may call us at (859) 236-2926

PREAUTHORIZED PAYMENTS

- (a) Right to stop payment and procedure for doing so.** If you have told us in advance to make regular payments out of your account, you can stop any of these payments. Here's how: Call or write us at the telephone number or address listed in this disclosure, 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 may also require you to put your request in writing and get it to us within 14 days after you call.
- We charge \$30.00 for each stop payment.

- (b) Notice of varying amounts.** If 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.)

- (c) 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.

FINANCIAL INSTITUTION'S LIABILITY

- (a) Liability for failure to make transfers.** 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 our agreement with you.

CONFIDENTIALITY

We will disclose information to third parties about your account or the transfers you make:

- (1) where it is necessary for completing transfers; or
- (2) in order to verify the existence and condition of your account for a third party, such as a credit bureau or merchant; or
- (3) in order to comply with government agency or court orders; or
- (4) if you give us written permission as explained in the separate Privacy Disclosure.

UNAUTHORIZED TRANSFERS

- (a) 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 the best way 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 will extend the time period.

- Mastercard® Debit Card. Additional Limits on Liability for Farmers National Bank debit card. You will not be liable for any unauthorized transactions using your Mastercard debit card if: (i) you can demonstrate that you have exercised reasonable care in safeguarding your card from the risk of loss or theft, and (ii) upon becoming aware of a loss or theft, you promptly report the loss or theft to us. Mastercard is a registered trademark, and the circles design is a trademark of Mastercard International Incorporated.
- (b) Contact in event of unauthorized transfer. If you believe your card and/or code has been lost or stolen, call or write us at the telephone number or address listed at the end of this disclosure. You should also call the number or write to the address listed at the end of this disclosure if you believe a transfer has been made using the information from your check without your permission.

ERROR RESOLUTION NOTICE

In Case of Errors or Questions About Your Electronic Transfers, Call or Write us at the telephone number or address listed below, 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.

- (1) Tell us your name and account number (if any).
- (2) 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.
- (3) 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 (5 business days if involving a Visa point-of-sale transaction processed by Visa or 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 (5 business days if involving a Visa point-of-sale transaction processed by Visa or 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.

ADDITIONAL INFORMATION:

The Bank may assign you a personal identification number ("PIN"), which will be used to identify you as an authorized user of Electronic Funds Transfer services. The PIN is used for identification, and secrecy of your PIN should be maintained at all times. You agree to protect your PIN from loss, theft, or unauthorized use and also agree not to reveal your PIN to any unauthorized person and not to write the PIN on your access device or keep it near your access device.

The Bank, in its sole discretion, can refuse to allow you to use an access device (regardless of amount) on your account(s) (whether for ATM withdrawal, purchases, payments, cash advances, or otherwise exceeds your authorization limit which we may set for your account(s)) and the Bank does not have to notify you in advance.

This agreement shall be governed by the laws of the state of Kentucky and applicable federal laws and regulations.

FARMERS NATIONAL BANK
304 W. Main
P O BOX 28
DANVILLE, KY 40423-0028

For purposes of these disclosures, our business days are Monday through Friday. Holidays are excluded.

If your debit card is lost or stolen during hours or days we are not open for business, please call (866) 888-0220 as soon as possible to have your debit card canceled.

TERMS AND CONDITIONS OF YOUR ACCOUNT

Contents:

- | | |
|--|---|
| (1) Important Information about Opening a New Account | (20) Unlawful Internet Gambling Notice |
| (2) Agreement | (21) ACH and Wire Transfers |
| (3) Liability | (22) Facsimile Signatures |
| (4) Deposits | (23) Authorized Signer |
| (5) Withdrawals | (24) Restrictive Legends or Indorsements |
| (6) Ownership of Account and Beneficiary Designation | (25) Account Transfer |
| (7) Business, Organization, and Association Accounts | (26) Indorsements |
| (8) Stop Payments | (27) Death or Incompetence |
| (9) Telephone Transfers | (28) Fiduciary Accounts |
| (10) Amendments and Termination | (29) Credit Verification |
| (11) Notices | (30) Legal Actions Affecting Your Account |
| (12) Statements | (31) Security |
| (13) Direct Deposits | (32) Telephonic Instructions |
| (14) Temporary Account Agreement | (33) Monitoring and Recording Telephone Calls and Consent to Receive Communications |
| (15) Setoff | (34) Claim of Loss |
| (16) Check Processing | (35) Early Withdrawal Penalties |
| (17) Check Cashing | (36) Address or Name Changes |
| (18) Truncation, Substitute Checks, and Other Check Images | (37) Resolving Account Disputes |
| (19) Remotely Created Checks | (38) Waiver of Notices |
| | (39) Additional Terms |

(1) Important Information about Procedures for Opening a New Account. To help the government fight the funding of terrorism and money laundering activities, 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 may also ask to see your driver's license or other identifying documents.

(2) Agreement. This document, along with any other documents we give you pertaining to your account(s), is a contract that establishes rules which control your account(s) with us. Please read this carefully and retain it for future reference. If you sign the signature card or open or continue to use the account, you agree to these 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.

This agreement is subject to applicable federal laws, the laws of the state of Kentucky and other applicable rules such as the operating

letters of the Federal Reserve Banks and payment processing system rules (except to the extent that this agreement can and does vary such rules or laws). The body of state and federal law that governs our relationship with you, however, is too large and complex to be reproduced here. The purpose of this document is to:

1. summarize some laws that apply to common transactions;
2. establish rules to cover transactions or events which the law does not regulate;
3. establish rules for certain transactions or events which the law regulates but permits variation by agreement; and
4. give you disclosures of some of our policies to which you may be entitled or in which you may be interested.

If any provision of this document is found to be unenforceable according to its terms, all remaining provisions will continue in full force and effect. We may permit some variations from our standard agreement, but we must agree to any variation in writing either on the signature card for your account or in some other document. Nothing in this document is intended to vary our duty to act in good faith and with ordinary care when required by law.

As used in this document the words "we," "our," and "us" mean the financial institution and the words "you" and

"your" mean the account holder(s) and anyone else with the authority to deposit, withdraw, or exercise control over the funds in the account. However, this agreement does not intend, and the terms "you" and "your" should not be interpreted, to expand an individual's responsibility for an organization's liability. If this account is owned by a corporation, partnership or other organization, individual liability is determined by the laws generally applicable to that type of organization. The headings in this document are for convenience or reference only and will not govern the interpretation of the provisions. Unless it would be inconsistent to do so, words and phrases used in this document should be construed so the singular includes the plural and the plural includes the singular.

(3) Liability. You agree, for yourself (and the person or entity you represent if you sign as a representative of another) to the terms of this account and the schedule of charges. You authorize us to deduct these charges, without notice to you, directly from the account balance as accrued. You will pay any additional reasonable charges for services you request which are not covered by this agreement.

Each of you also agrees to be jointly and severally (individually) liable for any account shortage resulting from charges or overdrafts, whether caused by you or another with access to this account. This liability is due immediately, and can be deducted directly from the account balance whenever sufficient funds are available. You have no right to defer payment of this liability, and you are liable regardless of whether you signed the item or benefited from the charge or overdraft.

You will be liable for our costs as well as for our reasonable attorneys'

fees, to the extent permitted by law, whether incurred as a result of collection or in any other dispute involving your account. This includes, but is not limited to, disputes between you and another joint owner; you and an authorized signer or similar party; or a third party claiming an interest in your account. This also includes any action that you or a third party takes regarding the account that causes us, in good faith, to seek the advice of an attorney, whether or not we become involved in the dispute. All costs and attorneys' fees can be deducted from your account when they are incurred, without notice to you.

(4) Deposits. We will give only provisional credit until collection is final for any items, other than cash, we accept for deposit (including items drawn "on us"). Before settlement of any item becomes final, we act only as your agent, regardless of the form of indorsement or lack of indorsement on the item and even though we provide you provisional credit for the item. We may reverse any provisional credit for items that are lost, stolen, or returned. Unless prohibited by law, we also reserve the right to charge back to your account the amount of any item deposited to your account or cashed for you which was initially paid by the payor bank and which is later returned to us due to an allegedly forged, unauthorized or missing indorsement, claim of alteration, encoding error or other problem which in our judgment justifies reversal of credit. You authorize us to attempt to collect previously returned items without giving you notice, and in attempting to collect we may permit the payor bank to hold an item beyond the midnight deadline. Actual credit for deposits of, or payable in, foreign currency will be at the exchange rate in effect on final collection in U.S. dollars. We are not responsible for transactions by mail or outside depository until we actually record them. 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. At our option, we may take an item for collection rather than for deposit. If we accept a third-party check for deposit, we may require any third-party indorsers to verify or guarantee their indorsements, or indorse in our presence.

(5) Withdrawals.

Generally. Unless clearly indicated otherwise on the account records, any of you, acting alone, who signs to open the account or has authority to make withdrawals may withdraw or transfer all or any part of the account balance at any time. Each of you (until we receive written notice to the contrary) authorizes each other person who signs or has authority to make withdrawals to indorse any item payable to you or your order for deposit to this account or any other transaction with us.

Postdated Checks. A postdated check is one which bears a date later than the date on which the check is written. We may properly pay and charge your account for a postdated check even though payment was made before the date of the check, unless we have received written notice of the postdating in time to have a reasonable opportunity to act. Because we process checks mechanically, your notice will not be effective and we will not be liable for failing to honor your notice unless it precisely identifies the number, date, amount and payee of the item.

Checks and Withdrawal Rules. If you do not purchase your check blanks from us, you must be certain that we approve the check blanks you purchase. We may refuse any withdrawal or transfer request which you attempt on forms not approved by us or

by any method we do not specifically permit. We may refuse any withdrawal or transfer request which is greater in number than the frequency permitted, or which is for an amount greater or less than any withdrawal limitations. We will use the date the transaction is completed by us (as opposed to the date you initiate it) to apply the frequency limitations. In addition, we may place limitations on the account until your identity is verified.

Even if we honor a nonconforming request, we are not required to do so later. If you violate the stated transaction limitations (if any), in our discretion we may close your account or reclassify it as a transaction account. If we reclassify your account, your account will be subject to the fees and earnings rules of the new account classification.

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.

See the funds availability policy disclosure for information about when you can withdraw funds you deposit. For those accounts to which our funds availability policy disclosure does not apply, you can ask us when you make a deposit when those funds will be available for withdrawal. 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. 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 time 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.

A Temporary Debit Authorization Hold Affects Your Account Balance. On debit card purchases, merchants may request a temporary hold on your account for a specified sum of money, which may be more than the actual amount of your purchase. When this happens, our processing system cannot determine that the amount of the hold exceeds the actual amount of your purchase. This temporary hold, and the amount charged to your account, will eventually be adjusted to the actual amount of your purchase, but it may be up to three days before the adjustment is made. Until the adjustment is made, the amount of funds in your account available for other transactions will be reduced by the amount of the temporary hold. If another transaction is presented for payment in an amount greater than the funds left after the deduction of the temporary hold amount, that transaction will be a nonsufficient funds (NSF) transaction if we do not pay it or an overdraft transaction if we do pay it. You will be charged an NSF or overdraft fee according to our NSF or overdraft fee policy. You will be charged the fee even if you would have had sufficient funds in your account if the amount of the hold had been equal to the amount of your purchase.

Here is an example of how this can occur — assume for this example the following: (1) you have opted-in to our overdraft services for the payment of overdrafts on ATM and everyday debit card transactions, (2) we pay the overdraft, and (3) our overdraft fee is \$35 per overdraft, but we do not charge the overdraft fee if the transaction overdraws the account by less than \$10.

You have \$120 in your account. You swipe your card at the card

reader on a gasoline pump. Since it is unclear what the final bill will be, the gas station's processing system immediately requests a hold on your account in a specified amount, for example, \$80. Our processing system authorizes a temporary hold on your account in the amount of \$80, and the gas station's processing system authorizes you to begin pumping gas. You fill your tank and the amount of gasoline you purchased is only \$50. Our processing system shows that you have \$40 in your account available for other transactions ($\$120 - \$80 = \$40$) even though you would have \$70 in your account available for other transactions if the amount of the temporary hold was equal to the amount of your purchase ($\$120 - \$50 = \$70$). Later, another transaction you have authorized is presented for payment from your account in the amount of \$60 (this could be a check you have written, another debit card transaction, an ACH debit or any other kind of payment request). This other transaction is presented before the amount of the temporary hold is adjusted to the amount of your purchase (remember, it may take up to three days for the adjustment to be made). Because the amount of this other transaction is greater than the amount our processing system shows is available in your account, our payment of this transaction will result in an overdraft transaction. Because the transaction overdraws your account by \$20, your account will be assessed the overdraft fee of \$35 according to our overdraft fee policy. You will be charged this \$35 fee according to our policy even though you would have had enough money in your account to cover the \$60 transaction if your account had only been debited the amount of your purchase rather than the amount of the temporary hold or if the temporary hold had already been adjusted to the actual amount of your purchase.

Overdrafts. You understand that we may, at our discretion, honor withdrawal requests that overdraw your account. However, the fact that we may honor withdrawal requests that overdraw the account balance does not obligate us to do so later. So you can NOT rely on us to pay overdrafts on your account regardless of how frequently or under what circumstances we have paid overdrafts on your account in the past. We can change our practice of paying overdrafts on your account without notice to you. You can ask us if we have other account services that might be available to you where we commit to paying overdrafts under certain circumstances, such as an overdraft protection line-of-credit or a plan to sweep funds from another account you have with us. You agree that we may charge fees for overdrafts. For consumer accounts, we will not charge fees for overdrafts caused by ATM withdrawals or one-time debit card transactions if you have not opted-in to that service. We may use subsequent deposits, including direct deposits of social security or other government benefits, to cover such overdrafts and overdraft fees.

Multiple Signatures, Electronic Check Conversion, and Similar Transactions. An electronic check conversion transaction is a transaction where a check or similar item is converted into an electronic fund transfer as defined in the Electronic Fund Transfers regulation. In these types of transactions the check or similar item is either removed from circulation (truncated) or given back to you. As a result, we have no opportunity to review the check to examine the signatures on the item. You agree that, as to these or any items as to which we have no opportunity to examine the signatures, you waive any requirement of multiple signatures.

Notice of Withdrawal. We reserve the right to require not less than 7 days' notice in writing before each withdrawal from

an interest-bearing account other than a time deposit or demand deposit, or from any other savings account as defined by Regulation D. (The law requires us to reserve this right, but it is not our general policy to use it.) Withdrawals from a time account prior to maturity or prior to any notice period may be restricted and may be subject to penalty. See your notice of penalty for early withdrawal.

Release-of-Funds Procedure. We reserve the right to prevent withdrawal from this account upon the death of any owner until all required release-of-funds procedures are completed.

(6) 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.

Individual Account. This is an account in the name of one person.

Joint Account — With Survivorship. (*And Not As Tenants In Common*). This is an account in the name of two or more persons. Each of you intend that when you die the balance in the account (subject to any previous pledge to which we have agreed) will belong to the survivor(s). If two or more of you survive, you will own the balance in the account as joint tenants with survivorship and not as tenants in common.

Joint Account — No Survivorship. (*As Tenants In Common*). This is owned by two or more persons, but none of you intend (merely by opening this account) to create any right of survivorship in any other person. We encourage you to agree and tell us in writing of the percentage of the deposit contributed by each of you. This information will not, however, affect the "number of signatures" necessary for withdrawal.

Revocable Trust or Pay-On-Death Account. If two or more of you create such an account, you own the account jointly with survivorship. Beneficiaries cannot withdraw unless: (1) all persons creating the account die, (2) the beneficiary is then living, and (3) any required release-of-funds procedures have been completed. If two or more beneficiaries are named and survive the death of all persons creating the account, such beneficiaries will own this account in equal shares, without right of survivorship. The person(s) creating either of these account types reserves the right to: (1) change beneficiaries, (2) change account types, and (3) withdraw all or part of the account funds at any time.

(7) Business, Organization, and Association Accounts.

Earnings in the form of interest, dividends, or credits will be paid only on collected funds, unless otherwise provided by law or our policy. You represent that you have the authority to open and conduct business on this account on behalf of the entity. We may require the governing body of the entity opening the account to give us a separate authorization telling us who is authorized to act on its behalf. We will honor the authorization until we actually receive written notice of a change from the governing body of the entity.

(8) Stop Payments. Unless otherwise provided, the rules in this section cover stopping payment of items such as checks and drafts.

Rules for stopping payment of other types of transfers of funds, such as consumer electronic fund transfers, may be established by law or our policy. If we have not disclosed these rules to you elsewhere, you may ask us about those rules.

We may accept an order to stop payment on any item from any one of you. You must make any stop-payment order in the manner required by law and we must receive it in time to give us a reasonable opportunity to act on it before our stop-payment cutoff time. Because stop-payment orders are handled by computers, to be effective, your stop-payment order must precisely identify the number, date, and amount of the item, and the payee.

You may stop payment on any item drawn on your account whether you sign the item or not. Your stop payment order is effective for six months if it is given to us in writing or by another type of record (Generally, a "record" is information that is stored in such a way that it can be retrieved and can be heard or read and understood - you can ask us what type of stop payment records you can give us). Your order will lapse after that time if you do not renew the order in writing before the end of the six-month period. If the original stop-payment order was oral your stop-payment order will lapse after 14 calendar days if it is not confirmed in writing or by another type of record within that time period. We are not obligated to notify you when a stop-payment order expires. A release of the stop-payment request may be made only by the person who initiated the stop-payment order.

If you stop payment on an item and we incur any damages or expenses because of the stop payment, you agree to indemnify us for those damages or expenses, including attorneys' fees. You assign to us all rights against the payee or any other holder of the item. You agree to cooperate with us in any legal actions that we may take against such persons. You should be aware that anyone holding the item may be entitled to enforce payment against you despite the stop-payment order.

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. Additional limitations on our obligation to stop payment are provided by law (e.g., we paid the item in cash or we certified the item).

(9) 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. Unless a different limitation is disclosed in writing, we restrict the number of transfers from a savings account to another account or to third parties, to a maximum of six per month (less the number of "preauthorized transfers" during the month). Other account transfer restrictions may be described elsewhere.

(10) Amendments and Termination. We may change any term of this agreement. Rules governing changes in interest rates are provided separately in the Truth-in-Savings disclosure or in another document. For other changes, we will give you reasonable notice in writing or by any other method permitted by law. We may also close this account at any time upon reasonable notice to you and tender of the account balance personally or by mail. Items presented for payment after the account is closed may be dishonored. When you close your account, you are responsible for leaving enough money in the account to cover any outstanding items to be paid from the

account. Reasonable notice depends on the circumstances, and in some cases such as when we cannot verify your identity or we suspect fraud, it might be reasonable for us to give you notice after the change or account closure becomes effective. For instance, if we suspect fraudulent activity with respect to your account, we might immediately freeze or close your account and then give you notice. If we have notified you of a change in any term of your account and you continue to have your account after the effective date of the change, you have agreed to the new term(s).

(11) Notices. Any written notice you give us is effective when we actually receive it, and it must be given to us according to the specific delivery instructions provided elsewhere, if any. We must receive it in time to have a reasonable opportunity to act on it. If the notice is regarding a check or other item, you must give us sufficient information to be able to identify the check or item, including the precise check or item number, amount, date and payee. Written notice we give you is effective when it is deposited in the United States Mail with proper postage and addressed to your mailing address we have on file. Notice to any of you is notice to all of you.

(12) Statements.

Your Duty to Report Unauthorized Signatures, Alterations, and Forgeries. You must examine your statement of account with "reasonable promptness." If you discover (or reasonably should have discovered) any unauthorized signatures or alterations, you must promptly notify us of the relevant facts. As between you and us, if you fail to do either of these duties, you will have to either share the loss with us, or bear the loss entirely yourself (depending on whether we used ordinary care and, if not, whether we substantially contributed to the loss). The loss could be not only with respect to items on the statement but other items with unauthorized signatures or alterations by the same wrongdoer.

You agree that the time you have to examine your statement and report to us will depend on the circumstances, but will not, in any circumstance, exceed a total of 30 days from when the statement is first sent or made available to you.

You further agree that if you fail to report any unauthorized signatures, alterations or forgeries in your account within 60 days of when we first send or make the statement available, you cannot assert a claim against us on any items in that statement, and as between you and us the loss will be entirely yours. This 60-day limitation is without regard to whether we used ordinary care. The limitation in this paragraph is in addition to that contained in the first paragraph of this section.

Your Duty to Report Other Errors. In addition to your duty to review your statements for unauthorized signatures, alterations and forgeries, you agree to examine your statement with reasonable promptness for any other error - such as an encoding error. In addition, if you receive or we make available either your items or images of your items, you must examine them for any unauthorized or missing indorsements or any other problems. You agree that the time you have to examine your statement and items and report to us will depend on the circumstances. However, this time period shall not exceed 60 days. Failure to examine your statement and items and report any such errors to us within 60 days of when we first send or

make the statement available precludes you from asserting a claim against us for any errors on items identified in that statement and as between you and us the loss will be entirely yours.

Errors Relating to Electronic Fund Transfers or Substitute Checks *(For consumer accounts only).*

For information on errors relating to electronic fund transfers (e.g., computer, debit card or ATM transactions) refer to your Electronic Fund Transfers disclosure and the sections on consumer liability and error resolution. For information on errors relating to a substitute check you received, refer to your disclosure entitled Substitute Checks and Your Rights.

(13) Direct Deposits. If we are required for any reason to reimburse the federal government for all or any portion of a benefit payment that was directly deposited into your account, you authorize us to deduct the amount of our liability to the federal government 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.

(14) Temporary Account Agreement. If the account documentation indicates that 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.

(15) Setoff. We may (without prior notice and when permitted by law) set off the funds in this account against any due and payable debt any of you owe us now or in the future. If this account is owned by one or more of you as individuals, we may set off any funds in the account against a due and payable debt a partnership owes us now or in the future, to the extent of your liability as a partner for the partnership debt. If your debt arises from a promissory note, then the amount of the due and payable debt will be the full amount we have demanded, as entitled under the terms of the note, and this amount may include any portion of the balance for which we have properly accelerated the due date.

This right of setoff does not apply to this account if prohibited by law. For example, the right of setoff does not apply to this account if: (a) it is an Individual Retirement Account or similar tax-deferred account, or (b) the debt is created by a consumer credit transaction under a credit card plan (but this does not affect our rights under any consensual security interest), or (c) the debtor's right of withdrawal only arises in a representative capacity, or (d) setoff is prohibited by the Military Lending Act or its implementing regulations. We will not be liable for the dishonor of any check when the dishonor occurs because we set off a debt against this account. You agree to hold us harmless from any claim arising as a result of our exercise of our right of setoff.

(16) Check Processing. We process items mechanically by relying solely on the information encoded in magnetic ink along the bottom of the items. This means that we do not individually examine all of your items to determine if the item is properly completed, signed and indorsed or to determine if it contains any information other than what is encoded in magnetic ink. You agree that we have exercised ordinary care

if our automated processing is consistent with general banking practice, even though we do not inspect each item. Because we do not inspect each item, if you write a check to multiple payees, we can properly pay the check regardless of the number of indorsements unless you notify us in writing that the check requires multiple indorsements. We must receive the notice in time for us to have a reasonable opportunity to act on it, and you must tell us the precise date of the check, amount, check number and payee. We are not responsible for any unauthorized signature or alteration that would not be identified by a reasonable inspection of the item. Using an automated process helps us keep costs down for you and all account holders.

(17) Check Cashing. We may charge a fee for anyone that does not have an account with us who is cashing a check, draft or other instrument written on your account. We may also require reasonable identification to cash such a check, draft or other instrument. We can decide what identification is reasonable under the circumstances and such identification may be documentary or physical and may include collecting a thumbprint or fingerprint.

(18) Truncation, Substitute Checks, and Other Check Images. If you truncate an original check and create a substitute check, or other paper or electronic image of the original check, you warrant that no one will be asked to make payment on the original check, a substitute check or any other electronic or paper image, if the payment obligation relating to the original check has already been paid. You also warrant that any substitute check you create conforms to the legal requirements and generally accepted specifications for substitute checks. You agree to retain the original check in conformance with our internal policy for retaining original checks. You agree to indemnify us for any loss we may incur as a result of any truncated check transaction you initiate. We can refuse to accept substitute checks that have not previously been warranted by a bank or other financial institution in conformance with the Check 21 Act. Unless specifically stated in a separate agreement between you and us, we do not have to accept any other electronic or paper image of an original check.

(19) 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 a 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.

(20) Unlawful Internet Gambling Notice. Restricted transactions as defined in Federal Reserve Regulation GG are prohibited from being processed through this account or relationship. Restricted transactions generally include, but are not limited to, those in which credit, electronic fund transfers, checks, or drafts are knowingly accepted by gambling businesses in connection with the participation by others in unlawful Internet gambling.

(21) ACH and Wire Transfers. 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 and you identify by name and number a beneficiary financial institution, an intermediary financial institution or a beneficiary, we 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. You agree to be bound by automated clearing house association rules. These rules provide, among other things, that payments made to you, or originated by you, are provisional until final settlement is made through a Federal Reserve Bank or payment is otherwise made as provided in Article 4A-403(a) of the Uniform Commercial Code. If we do not receive such payment, we are entitled to a refund from you in the amount credited to your account and the party originating such payment will not be considered to have paid the amount so credited. Credit entries may be made by ACH. If we receive a payment order to credit an account you have with us by wire or ACH, we are not required to give you any notice of the payment order or credit.

(22) Facsimile Signatures. Unless you make advance arrangements with us, we have no obligation to honor facsimile signatures on your checks or other orders. If we do agree to honor items containing facsimile signatures, you authorize us, at any time, to charge you for all checks, drafts, or other orders, for the payment of money, that are drawn on us. You give us this authority regardless of by whom or by what means the facsimile signature(s) may have been affixed so long as they resemble the facsimile signature specimen filed with us, and contain the required number of signatures for this purpose. You must notify us at once if you suspect that your facsimile signature is being or has been misused.

(23) Authorized Signer (Individual Accounts only). A single individual is the owner. The authorized signer is merely designated to conduct transactions on the owner's behalf. The owner does not give up any rights to act on the account, and the authorized signer may not in any manner affect the rights of the owner or beneficiaries, if any, other than by withdrawing funds from the account. The owner is responsible for any transactions of the authorized signer. We undertake no obligation to monitor transactions to determine that they are on the owner's behalf. The owner may terminate the authorization at any time, and the authorization is automatically terminated by the death of the owner. However, we may continue to honor the transactions of the authorized signer until: (a) we have received written notice or have actual knowledge of the termination of authority, and (b) we have a reasonable opportunity to act on that notice or knowledge. We may refuse to accept the designation of an authorized signer.

(24) Restrictive Legends or Indorsements. The automated processing of the large volume of checks we receive prevents us from inspecting or looking for restrictive legends, restrictive indorsements or other special instructions on every check. Examples of restrictive legends placed on checks are "must be presented within 90 days" or "not valid for more than \$1,000.00." The payee's signature accompanied by the words "for deposit only" is an example of a restrictive indorsement. For this reason, we are not required to honor any restrictive legend or indorsement or other special instruction placed on checks you write unless we have agreed in writing to the restriction or instruction. Unless we have agreed in writing, we are not responsible for any losses, claims, damages, or expenses that result from your placement of these restrictions or instructions on your checks.

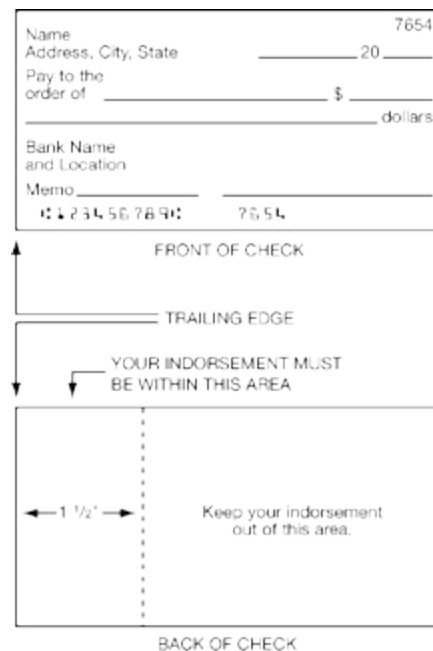
(25) Account Transfer. This account may not be transferred or assigned without our prior written consent.

(26) Indorsements. We may accept for deposit any item payable to you or your order, even if they are not indorsed by you. We may give cash back to any one of you. We may supply any missing indorsement(s) for any item we accept for deposit or collection, and you warrant that all indorsements are genuine.

To ensure that your check or share draft is processed without delay, you must indorse it (sign it on the back) in a specific area. Your entire indorsement (whether a signature or a stamp) along with any other indorsement information (e.g., additional indorsements, ID information, driver's license number, etc.) must fall within 1 1/2" of the "trailing edge" of a check. Indorsements must be made in blue or black ink, so that they are readable by automated check processing equipment.

As you look at the front of a check, the "trailing edge" is the left edge. When you flip the check over, be sure to keep all indorsement information within 1 1/2" of that edge.

It is important that you confine the indorsement information to this area since the remaining blank space will be used by others in the processing of the check to place additional needed indorsements and information. You agree that you will indemnify, defend, and hold us harmless for any loss, liability, damage or expense that occurs because your indorsement, another indorsement, or information you have printed on the back of the check obscures our indorsement. These indorsement guidelines apply to both personal and business checks.



(27) Death or Incompetence. You agree to notify us promptly if any person with a right to withdraw funds from your account(s) dies or is adjudicated (determined by the appropriate official) incompetent. We may continue to honor your checks, items, and instructions until: (a) we know of your death or adjudication of incompetence, and (b) we have had a reasonable opportunity to act on that knowledge. You agree that we may pay or certify checks drawn on or before the date of death or adjudication of incompetence for up to ten (10) days after your death or adjudication of incompetence unless ordered to stop payment by someone claiming an interest in the account.

(28) Fiduciary Accounts. Accounts may be opened by a person acting in a fiduciary capacity. A fiduciary is someone who is appointed to act on behalf of and for the benefit of another. We are not responsible for the actions of a fiduciary, including the misuse of funds. This account may be opened and maintained by a person or persons named as a trustee under a written trust agreement, or as executors, administrators, or conservators under court orders. You understand that by merely opening such an account, we are not acting in the capacity of a trustee in connection with the trust nor do we undertake any obligation to monitor or enforce the terms of the trust or letters.

(29) Credit Verification. You agree that we may verify credit and employment history by any necessary means, including preparation of a credit report by a credit reporting agency.

(30) Legal Actions Affecting Your Account. If we are served with a subpoena, restraining order, writ of attachment or execution, levy, garnishment, search warrant, or similar order relating to your account (termed "legal action" in this section), we will comply with that legal action. Or, in our discretion, we may freeze the assets in the account and not allow any payments out of the account until a final court determination regarding the legal action. We may do these things even if the legal action involves less than all of you. In these cases, we will not have any liability to you if there are insufficient funds to pay your items because we have withdrawn funds from your account or in any way restricted access to your funds in accordance with the legal action. Any fees or expenses we incur in responding to any legal action (including, without limitation, attorneys' fees and our internal expenses) may be charged against your account. The list of fees applicable to your account(s) provided elsewhere may specify additional fees that we may charge for certain legal actions.

(31) Security. It is your responsibility to protect the account numbers and electronic access devices (e.g., an ATM card) we provide you for your account(s). Do not discuss, compare, or share information about your account number(s) with anyone unless you are willing to give them full use of your money. An account number can be used by thieves to issue an electronic debit or to encode your number on a false demand draft which looks like and functions like an authorized check. If you furnish your access device and grant actual authority to make transfers to another person (a family member or coworker, for example) who then exceeds that authority, you are liable for the transfers unless we have been notified that transfers by that person are no longer authorized. Your account number can also be used to electronically remove money from your account, and payment can be made from your account even though you did not contact us directly and order the payment. You must

also take precaution in safeguarding your blank checks. Notify us at once if you believe your checks have been lost or stolen. As between you and us, if you are negligent in safeguarding your checks, you must bear the loss entirely yourself or share the loss with us (we may have to share some of the loss if we failed to use ordinary care and if we substantially contributed to the loss).

Except for consumer electronic funds transfers subject to Regulation E, you agree that if we offer you services appropriate for your account to help identify and limit fraud or other unauthorized transactions against your account, such as positive pay or commercially reasonable security procedures, and you reject those services, you will be responsible for any fraudulent or unauthorized transactions which could have been prevented by the services we offered, unless we acted in bad faith or to the extent our negligence contributed to the loss. If we offered you a commercially reasonable security procedure which you reject, you agree that you are responsible for any payment order, whether authorized or not, that we accept in compliance with an alternative security procedure that you have selected.

(32) Telephonic Instructions. Unless required by law or we have agreed otherwise in writing, we are not required to act upon instructions you give us via facsimile transmission or leave by voice mail or on a telephone answering machine.

(33) Monitoring and Recording Telephone Calls and Consent to Receive Communications. Subject to federal and state law, we may monitor or record phone calls for security reasons, to maintain a record and to ensure that you receive courteous and efficient service. You consent in advance to any such recording.

To provide you with the best possible service in our ongoing business relationship for your account we may need to contact you about your account from time to time by telephone, text messaging or email. However, we must first obtain your consent to contact you about your account because we must comply with the consumer protection provisions in the federal Telephone Consumer Protection Act of 1991 (TCPA), CAN-SPAM Act and their related federal regulations and orders issued by the Federal Communications Commission (FCC).

- Your consent is limited to your account, and as authorized by applicable law and regulations.
- Your consent does not authorize us to contact you for telemarketing purposes (unless you otherwise agreed elsewhere).

With the above understandings, you authorize us to contact you regarding your account throughout its existence using any telephone numbers or email addresses that you have previously provided to us or that you may subsequently provide to us.

This consent is regardless of whether the number we use to contact you is assigned to a landline, a paging service, a cellular wireless service, a specialized mobile radio service, other radio common carrier service or any other service for which you may be charged for the call. You further authorize us to contact you through the use of voice, voice mail and text messaging, including the use of pre-recorded or artificial voice messages and an automated dialing device.

If necessary, you may change or remove any of the telephone numbers or email addresses at any time using any reasonable means to notify us.

(34) Claim of Loss. If you claim a credit or refund because of a forgery, alteration, or any other unauthorized withdrawal, you agree to cooperate with us in the investigation of the loss, including giving us an affidavit containing whatever reasonable information we require concerning your account, the transaction, and the circumstances surrounding the loss. You will notify law enforcement authorities of any criminal act related to the claim of lost, missing, or stolen checks or unauthorized withdrawals. We will have a reasonable period of time to investigate the facts and circumstances surrounding any claim of loss. Unless we have acted in bad faith, we will not be liable for special or consequential damages, including loss of profits or opportunity, or for attorneys' fees incurred by you. You agree that you will not waive any rights you have to recover your loss against anyone who is obligated to repay, insure, or otherwise reimburse you for your loss. You will pursue your rights or, at our option, assign them to us so that we may pursue them. Our liability will be reduced by the amount you recover or are entitled to recover from these other sources.

(35) Early Withdrawal Penalties *(and involuntary withdrawals)*. We may impose early withdrawal penalties on a withdrawal from a time account even if you don't initiate the withdrawal. For instance, the early withdrawal penalty may be imposed if the withdrawal is caused by our setoff against funds in the account or as a result of an attachment or other legal process. We may close your account and impose the early withdrawal penalty on the entire account balance in the event of a partial early withdrawal. See your notice of penalty for early withdrawals for additional information.

(36) Address or Name Changes. You are responsible for notifying us of any change in your address or your name. Unless we agree otherwise, change of address or name must be made in writing by at least one of the account holders. Informing us of your address or name change on a check reorder form is not sufficient. We will attempt to communicate with you only by use of the most recent address you have provided to us. If provided elsewhere, we may impose a service fee if we attempt to locate you.

(37) Resolving Account Disputes. We may place an administrative hold on the funds in your account (refuse payment or withdrawal of the funds) if it becomes subject to a claim adverse to (1) your own interest; (2) others claiming an interest as survivors or beneficiaries of your account; or (3) a claim arising by operation of law. The hold may be placed for such period of time as we believe reasonably necessary to allow a legal proceeding to determine the merits of the claim or until we receive evidence satisfactory to us that the dispute has been resolved. We will not be liable for any items that are dishonored as a consequence of placing a hold on funds in your account for these reasons.

(38) Waiver of Notices. To the extent permitted by law, you waive any notice of non-payment, dishonor or protest regarding any items credited to or charged against your account. For example, if you deposit a check and it is returned unpaid or we receive a notice of nonpayment, we do not have to notify you unless required by federal Regulation CC or other law.

(39) Additional Terms.

- **CHECKING SUBACCOUNTS:** We have organized your account in a nontraditional way. Your account consists of two subaccounts. One of these accounts is a transaction account (e.g. a checking subaccount). You will transact business on this subaccount. The other is a nontransaction subaccount (e.g. a non-interest bearing savings account). You cannot directly access the nontransaction subaccount, but you agree we may automatically, and without a specific request from you, initiate individual transfers of funds between subaccounts from time to time, at no cost to you. The account organization will not change the amount of federal deposit insurance available to you, your available balance, the information on your periodic statements, or the interest calculation, if this is an interest bearing account.
- **PAYSOUND CHECKING ACCOUNTS ONLY:** The Overdraft, Insufficient Funds, and Returned Items Fees do not apply to this account. Our standard overdraft practice for this account is to return unpaid transactions drawn on insufficient funds. Inadvertent overdrafts are possible in limited situations; however, you will not incur a fee. This does not include any fees charged by a merchant for checks returned. Foreign ATM fees may apply.



The Liberty Bell

This bell was cast by the Whittchapel Bell Foundry in London, England, the same company that cast the original. This bell is an exact duplicate of the original Liberty Bell that arrived in America in 1753. Composed of tin and copper, the bell and the African Tusk headstock weigh approximately 2,700 lbs. The bell is 47 inches in diameter and 45 inches tall.

"Proclaim Liberty throughout all the land unto all the inhabitants thereof."

The City of Liberty was founded by veterans of the Revolution and the bell is a tribute to them and all who followed - Citizens of Liberty.



WE ARE EXCITED
TO BE A PART
OF YOUR
Community.



