

Overdraft Privilege



CNB Checking Accounts Offer an Overdraft Privilege Option

What is Overdraft Privilege?

Overdraft Privilege is a service the bank extends to customers who consistently keep their accounts in good standing. Citizens National Bank understands that every once in a while, you may:

- Make a mistake balancing your checkbook
- Forget to record a deposit or withdrawal
- Have to guess at what transactions a joint owner has made

Are there any fees?

Please be aware that the payment of items is not a right or guarantee. The payment of items presented today does not guarantee that future items presented will be paid. Each presented item that would overdraw your account, whether paid or returned, is subject to our customary overdraft or non-sufficient funds fee as set forth in our fee schedule (currently \$32). Although there is not a limit on the total fees we will charge a business account for overdrawing, NSF and/or Overdraft fees will be capped to no more than four (4) overdraft fees per day for consumer accounts.

What is the overdraft limit on my account?

Citizens National Bank's Overdraft Privilege will be personalized to meet each checking account holder's needs. Instead of a fixed overdraft limit, your overdraft limit may change at any time. New accounts will be assigned a \$100 overdraft limit for the first 30 days. After that, your dynamic limit may change at any time based on how long the account has been opened and the amount and frequency of your deposits. Personal limits may range from \$0 to \$1,500 maximum. Business limits may range from \$0 to \$2,500 maximum. If the account is overdrawn for 24 days, the limit will drop to \$0.

Does this apply to debit card or ATM transactions?

Federal regulations require consumer account holders to choose whether they want to "Opt-In" to allow us to authorize and pay overdrafts on ATM and everyday debit card transactions.

How do I Opt-In?

Stop in to any CNB location and fill out an authorization form or call Customer Service at 877-566-2621.

What does that mean to you?

- You may avoid high charges from merchants for returned checks.
- Consideration of payment of your occasional overdrafts, including our customary overdraft charges.
- This is a discretionary service, which means we can't promise to always pay your overdrafts, some restrictions do apply and not all checking accounts will be eligible. You should not rely on this service to pay ordinary or routine expenses – and you should never rely on overdrafts as a means to cover these expenses or use this service as a line of credit.

Do you have any other overdraft programs?

Yes, we also offer lower-cost options, including overdraft transfer plans, which link to another checking or savings account when you've exceeded your balance.

**If you have any questions please call
CNB Customer Service at 877-566-2621,
and we'll be happy to help you!**



Member
FDIC | 877-566-2621
CNBTexas.com

Please see reverse side for Overdraft Privilege Policy.

OVERDRAFT PRIVILEGE POLICY (A Discretionary Overdraft Service)



It is the policy of Citizens National Bank ("we", "us", "our", "CNB") to comply with applicable laws and regulations and to conduct business in accordance with applicable safety and soundness standards. An overdraft (negative) balance may result from: A) The payment of checks, electronic funds transfers, or other withdrawal requests; B) Payments authorized by you; C) The return, unpaid, of items deposited by you; D) The imposition of applicable service charges; or E) The deposit of items which according to CNB's Funds Availability Policy, are treated as not yet "available" or finally paid.

We are not obligated to pay any item presented for payment if your account does not contain sufficient collected funds. Rather than automatically returning unpaid, any overdraft items that you may have on your eligible account, we will strive to pay, without obligation on our part, approving your reasonable overdrafts.

ELIGIBILITY: To be eligible for this service, you must maintain your account in good standing, which includes at least: (A) you continue to make deposits consistent with your past practices, (B) you are not in default on any loan obligation to CNB, (C) you bring your account to a positive balance (not overdrawn) at least once every twenty-four (24) days, and (D) your account is not the subject of any legal or administrative order or levy. Any and all fees (as set forth in our fee schedules) will be included in your limit and will apply to any overdraft transaction/item.

We may refuse to pay an overdraft for you at any time, even though your account is in good standing and even though we may have previously paid overdrafts for you. You will be notified of any overdraft items paid or returned that you may have; however, we have no obligation to notify you before we pay or return any item. The amount of any overdrafts plus our overdraft fees that you owe us shall be due and payable upon demand. If there is an overdraft paid by us on an account with more than one (1) owner on the signature card, each owner, and the agent if applicable, drawing/presenting the item creating the overdraft, shall be jointly and severally liable for such overdrafts plus our overdraft charge(s).

OVERDRAFT FEES: The customary overdraft fee for each payment that would create an overdraft on your consumer or business accounts is set forth in our fee schedule (currently \$32). Consumer accounts have a limit of four (4) overdraft fees per day; businesses do not have a daily limit. There will be no overdraft fee assessed if the net amount of the overdraft is less than \$5.00.

LIMITATIONS: Available only for eligible checking accounts that are maintained in good standing as defined previously. Savings Accounts, Public Fund Accounts and Minor Accounts (not of legal age), are not eligible for this service.

ELIGIBLE TRANSACTION TYPES: Each transaction/item initiated for payment against your checking account(s) may be processed by us using your Overdraft Privilege limit, including without limitation: Checks, ACH, and recurring debit card transactions. For consumer accounts, we will strive to pay items created by ATM and every day debit card transactions if you tell us to do so or we are otherwise obligated to.

CUSTOMER OPT-OUT: You may choose at any time not to participate in the Overdraft Privilege by notifying any CNB service representative.

IF YOU NEED HELP: Of course, Overdraft Privilege should never be used to pay ordinary or routine expenses – and you should never rely on overdrafts as a means to cover these expenses or as a line of credit. If at any time you feel you need help with your financial obligations, please contact CNB at (903) 657-8521 or 877-566-2621.

ALWAYS A DISCRETIONARY SERVICE: Overdraft Privilege does not constitute an actual or implied agreement between you and CNB. Nor does it constitute an actual or implied obligation of or by CNB. This service represents a purely discretionary courtesy or privilege that CNB may provide to you from time to time and which may be withdrawn or withheld by us at any time without prior notice, reason and/or cause.

