Sabine State Bank and Trust Company

2nd Chance Overdraft Privilege Disclosure

We believe it is important for you to use your checking account responsibly and to never intentionally overdraw your account. However, we realize that financial shortfalls happen from time to time and we have several options available for you. As a benefit to our customers, we offer these useful services to cover you in the event that you overdraw your checking account.

Overdraft Payment options:

Variety of Credit options **–** A variety of credit options are available to cover your financial needs. These services require you to complete an application and approval is based on your credit worthiness. The amount of your credit limit may vary, depending on your approved credit amount(s). Please contact the Sabine State Bank branch nearest to you for further information.

Overdraft Privilege (ODP) **–** 2nd Chance Overdraft Privilege is a service we add to your checking account to cover inadvertent overdrafts to a set limit, subject to the eligibility criteria as explained below. While we reserve the right to unilaterally refuse to pay any item that is presented, with Overdraft Privilege we will generally pay your overdraft items up to $700.00. For example, we typically do not pay overdrafts if your account is not in good standing, or you are not making regular deposits, or you have too many overdrafts. When we pay overdraft items for you, you will be charged our normal overdraft fee, currently $30.00, for each item that is presented. Both the amount of the overdraft items and all applicable fees, including but not limited to the $30.00, Overdraft fee and any other NSF fees (items returned un-paid) which may occur as a result of un-posted items, are included in this limit.

Sabine State Bank has eliminated an overdraft (OD) fee charged for items of less than $5.00 that overdraw an account with 2nd Chance Overdraft Privilege, and will limit OD fees to a maximum of $180.00 (or a total of 6 overdraft fees per account, per day) covered under our 2nd Chance Overdraft Privilege program.

Eligibility - No application is required for the 2nd Chance Overdraft Privilege; eligibility is based on you having an active checking account for at least one (1) month (*one (1) statement cycle*), in which you are managing in a responsible manner and you average a monthly deposit of at least $400.00 and that none of the following ineligibility items apply. You may only have access to one (1) SSB 2nd Chance Overdraft Privilege Program.

Ineligibility - You will be ineligible for the Overdraft Privilege if:

- Account is not brought to a positive balance within 30 days of becoming overdrawn
- Account type is not eligible (*example; Student Break account*)
- Primary account owner is less than 18 years old
- Account is classified as inactive
- Account with invalid address
- More than 30 days past due on any loan or delinquent on any other obligation to us
- Subject to any legal or administrative orders, levy, or are currently a party in a bankruptcy proceeding
- Have an outstanding balance on an Overdraft Repayment Plan
- A check verification system or any other negative indicator is present
- It appears that improper activity is taking place on the account
- Your average monthly deposits are less than $400.00

NEW CUSTOMERS: If you open a new account, we may evaluate your account for the 2nd Chance Overdraft Privilege after one (1) statement cycle if you are eligible or become eligible.

Suspension of Privilege - After the 2nd Chance Overdraft Privilege has been activated, we have the right to suspend the privilege at any time based on failure to meet our eligibility criteria. We also reserve the right to suspend the privilege if:

- We believe you are not managing your account in a responsible manner; which may harm you or us.
- You do not bring your account to a positive balance within 30 days of becoming overdrawn.
- You fail to meet the eligibility criteria.

Transactions Eligible for Overdraft Privilege Coverage:

- Checks
- Internet banking
- ATM *
- ACH transactions
- Preauthorized automatic transfers
- Everyday Debit Card or Point of Sale*
- In-person withdrawals
- Telephone Initiated Transfers

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**Overdraft Privilege will only be available for ATM and everyday debit card transactions if you authorize the Bank to pay those transaction types (See ATM/Debit Card Consent Form). If you authorized Overdraft Privilege for ATM transactions, please verify your balance before initiating an ATM withdrawal.*

Payment Order of Items - The first items that we pay are ATM withdrawals followed by any checks cashed at our bank or that you have written to us. We then pay any items that were submitted electronically, such as debit card transactions, preauthorized automatic transfers, telephone-initiated transfers, ACH items and any other electronic transfers. Finally, we pay the remaining items beginning with lowest dollar amount first and going to highest dollar amount.

Excessive Use – ODP is not designed to be used as a permanent solution for financial needs, but to protect you from occasional mistakes. We monitor consumer accounts for chronic or excessive overdraft use. If you have more than six overdraft occasions in a rolling twelve month period you will be contacted to discuss alternatives and/or continued use of ODP.

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

Opt Out - You may never need to take advantage of these overdraft checking account payment options, but you may find them useful. The 2nd Chance overdraft privilege will not cost you anything until you use it. In the event that you do not want to have 2nd Chance Overdraft Privilege, you can complete the 2nd Chance Overdraft Privilege Opt-Out Form and return it to us at the address below or, simply contact us at (318) 256-7023 and we will remove this benefit from your account.

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

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

Effective Date - All information listed in this disclosure is effective November 15, 2013.

Contact:
Contact your local branch or:
Sabine State Bank and Trust Company
Attn: Bookkeeping Department
P. O. Box 670
Many Louisiana 71449
318-256-7023