

STAY PROTECTED — opt in for overdraft privileges



FIRST STATE BANK
Over 100 Years Serving You

Debit and ATM cards are a convenience it's hard to imagine living without. Using debit and ATM cards makes it easier than ever to make purchases and payments, but it also makes it easier to overdraw a checking account and incur fees associated with overdraft protection services. As a result, federal lawmakers have created new rules governing overdraft protection programs that go into effect on July 1, 2010.

You now have an option concerning whether you want to continue to have our overdraft service cover your **ATM and everyday debit card transactions**. Please take note that this opt-in rule applies only to ATM and everyday debit card transactions and does not pertain to overdraft protection services associated with written checks or recurring debit transactions, such as regularly scheduled bill payments.

Why opt in?

First State Bank's overdraft protection is designed with your protection and convenience in mind. The vast majority of our customers do not overdraw their accounts and incur fees, however life doesn't always go according to plan, and overdrafts do occur. Without overdraft protection, your ATM and everyday debit card transactions may be declined if you attempt to make a transaction without sufficient funds.

For existing accounts: If you do not opt in, beginning August 15, 2010, your ATM and everyday debit card transactions will NOT be protected under First State Bank's overdraft protection.

For new accounts: If you open a new account on or after July 1, 2010, your ATM and everyday debit card transactions will not be protected under First State Bank's overdraft protection unless you opt in.

How to opt in

Call 903-668-4044 x101, visit fsbweb.com or complete the opt-in form on the other side. You can drop it off at any of our branches or fax it to 903-660-1080.



See reverse for more
information and opt-in form

What You Need to Know about Overdrafts and Overdraft Fees

An overdraft occurs when you do not have enough money in your account to cover a transaction, but we pay it anyway. We can cover your overdrafts in two different ways:

1. We have standard overdraft privileges that come with your account.

This notice explains our standard overdraft privileges.

What are the standard overdraft privileges that come with my account?

We do authorize and pay overdrafts for the following types of transactions:

- Checks and other transactions made using your checking account number
- Automatic bill payments

Effective July 1, 2010 for new customers and August 15, 2010 for current customers, we will not authorize and pay overdrafts for the following types of transactions unless you ask us to:

- ATM transactions
- Everyday debit card transactions

We pay overdrafts at our discretion, which means we do not guarantee that we will always authorize and pay any type of transaction.

If we do not authorize and pay an overdraft, your transaction will be declined.

What fees will I be charged if First State Bank pays my overdraft?

Under our standard overdraft privileges:

- We will charge you a fee of up to **\$31.50** each time we pay an overdraft.

What if I want First State Bank to authorize and pay overdrafts on my ATM and everyday debit card transactions?

If you want us to authorize and pay overdrafts on ATM and everyday debit card transactions, call 903-668-4044 x101, visit fsbweb.com or complete the form below and return it to any location.



- I **WANT** First State Bank - Hallsville/Longview to authorize and pay overdrafts on my ATM and everyday debit card transactions.
- I **DO NOT WANT** First State Bank - Hallsville/Longview to authorize and pay overdrafts on my ATM and everyday debit card transactions.

Printed Name _____

Account Number (One account per form—please photocopy for additional accounts.) _____

Signature _____

Date _____

Please contact First State Bank - Hallsville/Longview at 903-668-4044 x101 or visit any of our locations as we would be happy to answer any questions you may have.

If this form is not returned, we must assume that you DO NOT WANT overdraft protection to cover your ATM and everyday debit card transactions. This service will then be removed effective August 15, 2010.

FOR INTERNAL USE ONLY

Date Received _____

Date Processed _____

Initials _____

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FIRST STATE BANK