



OVERDRAFT PROTECTION – HOW TO CONTINUE YOUR ATM/DEBIT CARD COVERAGE

Dear Customer:

As you might be aware, new regulatory requirements will change how overdrafts are handled by financial institutions for **consumer** accounts. Since these changes may affect the way you manage your account, we want you to understand the choices that you will have with PrimeSouth Bank. Beginning **August 15, 2010**, a financial institution is prohibited from assessing an overdraft fee for ATM and one-time debit transactions unless a customer gives consent, or opt in, to having their insufficient ATM and everyday debit card transactions paid. There will be no changes to the way your debit card works now. If a transaction takes your account into a negative balance, you are giving PrimeSouth Bank permission to pay those overdrafts and a fee may be charged.

Please review the attached form. If you have not already opted in and want overdraft protection to apply to your ATM and everyday debit card transactions, please complete the form and return it to us as soon as possible. If we have not heard from you by August 15, 2010, we will assume you do not want overdraft protection for ATM and one-time debit transactions. These transactions will be declined if it will cause your account to reach a negative balance.

Sincerely,

PrimeSouth Bank

OPTING IN VERSUS OPTING OUT

For Consumer accounts that have our Overdraft Privilege service, this is an example of how these items might be handled.

OPT IN	RUNNING BALANCE	RESULT	FEE
AVAILABLE BALANCE	\$50		
GROCERY STORE PURCHASE	-\$75	PAID	\$32
ATM WITHDRAWAL	-\$100	ACCEPTED	\$32
ENDING BALANCE	-\$189		

OPT OUT	RUNNING BALANCE	RESULT	FEE
AVAILABLE BALANCE	\$50		
GROCERY STORE PURCHASE	-\$75	DECLINED	\$0
ATM WITHDRAWAL	-\$100	DECLINED	\$0
ENDING BALANCE	\$50		



OVERDRAFT PROTECTION OPT IN FORM

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 practices that come with your account.
2. We also offer overdraft protection plans, such as a link to a savings account, which may be less expensive than our standard overdraft practices. To learn more, ask us about these plans.

This notice explains our standard overdraft practices.

➤ **What are the standard overdraft practices that come with my account?**

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

- Checks and other transactions (such as ACH) made using your checking account number
- Automatic bill payments

After August 15, 2010 we will not authorize and pay overdrafts for the following types of transactions unless you ask us to (see below):

- ATM transactions
- Everyday debit card transactions (for example, point-of-sale, telephone, and Internet sale)

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 PrimeSouth Bank pays my overdraft?**

Under our standard overdraft practices:

- We will charge you a fee of **\$32** each time we pay an overdraft
- There is no limit on the total fees we can charge you for overdrawing your account

➤ **What if I want PrimeSouth Bank to authorize and pay overdrafts on my ATM and everyday debit card transactions?**

- Call your local branch and speak with a Customer Service Representative
- Visit our website at www.primesouth.com to download a form
- Fax the completed form to 912.490.9992
- Email a completed form to info@primesouth.com
- Complete the form and mail it to: P.O. Box 919, Waycross, GA 31502

***** EFFECTIVE August 15, 2010 *****

_____ I want PrimeSouth Bank to authorize and pay overdrafts on my ATM and everyday debit card transactions.

Printed Name: _____

Date: _____

Account Number: _____ Account Number: _____

Account Number: _____ Account Number: _____

YOU MAY CHANGE OR REVOKE THIS CONSENT AT ANY TIME BY NOTIFYING US.

BANK USE ONLY	
Entered into system: _____	Date: _____