

What You Need to Know about Overdrafts and Overdraft Fees Effective July 1, 2010

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:

We have standard overdraft practices that come with your account.

We also offer overdraft protection plans, such as a link to a savings account or a line of credit, which may be less expensive than our standard overdraft practices. To learn more, call our Client Services Area at 770-479-3402.

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 made using your checking account number

Automatic bill payments

We do not authorize and pay overdrafts for the following types of transactions unless you ask us to (see below): 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 Cherokee Bank pays my overdraft?

Under our standard overdraft practices:

We will charge you a fee of **\$30** each time we pay an overdraft.

There is a limit on the total fees we can charge you for overdrawing your account. We will charge only for the first three items that overdraw your account on any one day.

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

If you also want us to authorize and pay overdrafts on ATM and everyday debit card transactions, call our Client Services Area at 770-479-3402, visit www.CherokeeBank.com, or complete the form below and return it in the enclosed postage paid envelope or drop it off at any of our three conveniently located offices.

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

Account Number: _____

Printed Name: _____

Date: _____