

Banking regulations are changing and here's what you need to know about how overdrafts and overdraft fees affect your account.

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 overdraft 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. This plan has a \$5.00 per transfer fee. 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 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*

- 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, effective July 1, 2010, your ATM or everyday debit card transaction will be declined.

WHAT FEES WILL I BE CHARGED IF AMERICAN STATE BANK (ASB) PAYS MY OVERDRAFT?

Under our standard overdraft practices:

- Effective June 1, 2010, we will charge you a fee of up to **\$34.00** each time we pay an overdraft
- Also, if your account remains overdrawn, we will charge an additional **\$8.00** per day administrative charge after the first day overdrawn.

There is no limit of total fees we can charge you for overdrawing your account.

WHAT IF I WANT AMERICAN STATE BANK (ASB) TO AUTHORIZE AND PAY OVERDRAFTS ON MY ATM AND EVERYDAY DEBIT CARD TRANSACTIONS?

- **EFFECTIVE JULY 1, 2010**, if you want us to authorize and pay overdrafts on ATM and everyday debit card transactions, complete this form, sign and either present it to your local branch or mail it (NO LATER THAN JULY 1, 2010) to:
American State Bank , P.O. Box 1346, Great Bend, KS 67530

I want (OPT- IN) American State Bank (ASB) to authorize and pay overdrafts on my ATM and everyday debit card transactions, for a fee, on these ASB accounts that are tied to my ASB card: Please list account numbers.

Printed Name _____ Signature _____

Date _____ Customer Contact telephone number _____

If you have questions regarding the completion of this form **or how to revoke your OPT-IN options**, please contact ASB at (620) 793 – 5900. (5/24/10)