

Citizens National Bank Overdraft Privilege Option

An insufficient balance could result in several ways, such as (a) the payment of checks, electronic funds transfers, or other withdrawal requests; (b) payments authorized by you; (c) the unpaid return of items deposited by you; (d) the imposition of bank service charges; or (e) the deposit of items which according to the bank's Funds Availability Policy, are treated as not yet 'available' or finally paid.

We are not obligated to pay any item presented for payment if your account does not contain sufficient funds. However, if you maintain your account in good standing, defined as making regular deposits bringing the account to a positive balance, and there are no legal orders outstanding, we could pay your reasonable overdrafts as a non-contractual courtesy (normally we will not approve an overdraft for you in excess of \$300.00 if your account is a Citizens Century Account, Citizens Basic Checking Account, CNB Gold Account or \$500.00 if you have a Citizens Regular Checking Account). This overdraft amount is inclusive of our Non-sufficient Funds/Overdraft Fee (each debit or check paid). Balances available for withdrawal using the ATM will not include any available overdraft limit.

We may refuse to pay an overdraft for you at any time, even though we may have previously paid overdrafts for you. You will be notified by mail of any non-sufficient funds items paid or returned that you may have. However, we have no obligation to notify you before we pay or return any item. You must bring your account to a positive balance within 30 days of payment of an overdraft item in order to avoid suspension of the overdraft option service.

The amount of any overdraft plus our Non-sufficient Funds/Overdraft (each debit or check paid) fee(s) that you owe us shall be due and payable on demand. If there is an overdraft paid by us on an account with more than one (1) owner on the signature card, each owner, and agent if applicable, drawing/presenting the item creating the overdraft, shall be jointly and severally liable for such overdraft plus our Non-Sufficient Funds fee.

The automated overdraft program is a service designed to protect the Bank's customers from an inadvertent overdraft and is not to be used as a source of credit.

LIMITATIONS: This Option is available on individually owned accounts for personal and household use. Transactions may not be processed in the order in which they occurred, and the order in which transactions are received by the bank and processed can affect the total amount of overdraft fees incurred by the consumer. Currently we process checks or other debits in the following order:

- On Us Checks or Priority Items
- Automatic (preauthorized) Loan Payments
- ATM POS Transactions
- Internet Banking Transfers/Bank Auto Transfer
- Ach Debits/ATM Debits
- Checks Smallest to Largest

Non-Sufficient Funds - Overdraft Items fees will be assessed per insufficient item. This can result in more than one Non-Sufficient Fund fee being charged against your account per day.

ACCOUNT FEES: We will not charge interest on any overdraft. However, whether we pay or return a non-sufficient funds item, we can charge your account a per-item non-sufficient funds fee of \$32.00 for the first five non-sufficient items in one day. After five non-sufficient items in one day, we will charge your account a per-item charge of \$.00. These Non-Sufficient Funds fees count against the overdraft privilege option dollar limit for your account. If the customer has exceeded their automated overdraft limit, a decision will be made by management to pay or return and the fees and limits of the automated overdraft program will no longer apply. We will not charge an overdraft fee if the closing balance of the account is overdrawn by less than \$5.00.

REVOCATION: You have the right to revoke this consent at any time by contacting your local Citizens National Bank branch by telephone or walk-in or writing to us at Citizens National Bank PO Drawer 111 Cameron, TX 76520.

OTHER TERMS AND CONDITIONS: All other terms and conditions of your account are set forth in our Deposit Agreement and Account Disclosure brochures.

I acknowledge acceptance of Citizens National Bank's Automated Overdraft Program Option:

Account Number _____

Signature _____

Date: _____

I do not wish to enroll in Citizens National Bank's Automated Overdraft Program Option:

Account Number _____

Signature _____

Date: _____