

FIRST NATIONAL BANK IN FAIRFIELD

REGULATION E DISCLOSURE

ELECTRONIC FUNDS TRANSFER AGREEMENT AND DISCLOSURES

This Agreement and Disclosure is made in compliance with federal law regulating electronic funds transfer (EFT) services. Electronic funds transfers are electronically initiated transfers of money involving an account at the Financial Institution. The following disclosures set forth your and our rights and responsibilities concerning the electronic funds transfers. In this Agreement, the words “you” and “your” mean those who sign as applicants or any authorized user(s). The words “we”, “us” and “our” mean the Financial Institution. The abbreviation “PIN” or word “Code” means a personal identification number.

CONSUMER’S LIABILITY

Tell us AT ONCE if you believe your card and/or code has been lost or stolen, or if you believe that an electronic fund transfer has been made without your permission using information from your check. Telephoning is the best way of keeping your possible losses down. You could lose all the money in your account (plus your maximum overdraft line of credit). If you tell use within 2 business days after you learn of the loss or theft of your card and/or code, you can lose no more than \$50 if someone used your card and/or code without your permission.

If you do NOT tell use within 2 business days after you learn of the loss or theft of your card and/or code, and we can prove we could have stopped someone from using your card and/or code without your permission if you had told us, you could lose as much as \$500.

Also, if your statement shows transfers that you did not make, including those made by card, code, or other means, tell us at once. If you do not tell us within 60 days after the statement was mailed to you, you may not get back any money you lost after the 60 days if we can prove that we could have stopped someone from taking the money if you had told us in time.

If a good reason (such as a long trip or a hospital stay) kept you from telling us, we will extend the time periods.

CONTACT IN EVENT OF UNAUTHORIZED TRANSFER

If you believe your card or code has been lost or stolen or that someone has transferred or may transfer money from your account without your permission, you will call (641) 472-4121 or write First National Bank, 100 East Burlington Ave, Fairfield, IA 52556.

You should also call the number or write to the address listed above if you believe a transfer has been made using the information from your check without your permission.

BUSINESS DAY

For purposes of these disclosures, our business days are Monday through Friday. Weekend and Federal Holidays are not included. Transactions received on Saturday will be posted on the next business day.

ADVISORY AGAINST ILLEGAL USE

You agree not to use your card(s) for illegal gambling or other illegal purpose. Display of a payment card logo by, for example, an online merchant does not necessarily mean that transactions are lawful in all jurisdictions in which the cardholder may be located.

ADDITIONAL LIMIT ON LIABILITY FOR VISA® DEBIT CARD

Unless you have been grossly negligent or have engaged in fraud, you will not be liable for any unauthorized transactions using your lost or stolen Visa debit card. This additional limit on liability does not apply to ATM transactions outside of the U.S., to ATM transactions not sent over Visa or Plus networks, or to transactions using your Personal Identification Number which are not processed by Visa. (Visa is a registered trademark of Visa International Service Association).

TYPE OF TRANSFERS

You may authorize certain direct deposits to your checking account or savings account. You may authorize certain bills and other payments to be deducted from your checking or savings accounts. A merchant may convert your check in payment for merchandise or services into an electronic funds transfer from your account.

You may use your card or code to:

- Make deposits to your checking and savings accounts
- Pay for purchase at places that have agreed to accept the card or code
- Transfer funds between your checking and savings accounts
- Withdraw cash from checking and savings accounts
- Pay bills directly from your checking or savings accounts in the amounts and on the days you request
- Some of these service may not be available at all terminals

ELECTRONIC CHECK CONVERSION

You may authorize a merchant or other payee to make a one-time electronic payment from your checking account using information from your check to:

- Pay for purchases
- Pay bills

LIMITATIONS ON DOLLAR AMOUNTS OF TRANSFERS

- You can buy up to \$1,000.00 worth of goods and services per day by using the card or code in our point-of-sale transfer service
- You may withdraw up to a maximum of \$200.00 (if there are sufficient funds in your account) per day.
- For security purposes, there are limits on the frequency and amount of transfers you may make using ATMs and point-of-sale transfer service

FEES

- You may be charged an annual debit card fee of \$12.00 plus tax (whether or not the card is used in the period)
- We will charge you \$10.00 plus tax for an additional card or to replace a lost debit card.
- ATM Operator/Network Fees – When you use an ATM not owned by us, you may be charged a fee by the ATM operator or any network used (and you may be charged a fee for a balance inquiry even if you do not complete a fund transfer)

CONFIDENTIALITY

We will disclose information to third parties about your account or the transfers you make:

- Where it is necessary for completing transfers; or
- In order to verify the existence and condition of your account for a third party, such as a credit bureau or merchant; or
- In order to comply with government agency or court orders; or
- If you give us written permission
- Please also see our separate Privacy Disclosure

DOCUMENTATION

Terminal transfers – You can get a receipt at the time you make a transfer to or from your account using an automated teller machine or point-of-sale terminal. However, you may not get a receipt if the amount of the transfer is \$15 or less.

Periodic statements – You will get a monthly account statement unless there are no electronic transfers in a particular month. In any case, you will get the statement at least quarterly.

Preauthorized credits – If you have arranged to have direct deposits made to your account at least once every 60 days from the same person or company you can call us at (641) 472-4121 to find out whether the deposit has been made.

PREAUTHORIZED PAYMENTS

Stop Payments – If you have told us in advance to make regular payments out of your account, you can stop any of these payments. Here is how: Call us at (641) 472-4121 or write us at First National Bank, 100 East Burlington Ave, Fairfield, IA 52556, in time for us to receive your request three business days or more before the payment is scheduled to be made. If you call, we can also require you to put your request in writing and get it to us within 14 days after your call. We will charge you based on our current fee schedule for each stop payment order you give us.

Notice of varying amounts – If these regular payments may vary in amount, the person you are going to pay will tell you, 10 days before each payment, when it will be made and how much it will be. (You may choose instead to get this notice only when the payment would differ by more than a certain amount from the previous payment, or when the amount would fall outside certain limits that you set),

Liability for failure to stop payment of preauthorized transfer - If you order us to stop one of these payments (3) three business days or more before the transfer is scheduled, and we do not do so, we will be liable for your losses or damages.

FINANCIAL INSTITUTION'S LIABILITY

If we do not complete a transfer to or from your account on time, or in the correct amount according to your agreement with us, we will be liable for your losses or damages. However, there are some exceptions. We will not be liable, for instance:

- If, through no fault of ours, you do not have enough money in your account to make the transfer
- If the transfer would go over the credit limit on your overdraft line
- If the automated teller machine where you are making the transfer does not have enough cash

- If the terminal or system was not working properly and you knew about the breakdown when you started the transfer
- If circumstance beyond our control (such as fire or flood) prevent the transfer, despite reasonable precautions that we have taken
- There may be other exceptions stated in your agreement with us

IN CASE OF ERRORS OR QUESTIONS ABOUT YOUR ELECTRONIC TRANSFERS

You will telephone us at (641)472-4121 or write us at First National Bank, 100 East Burlington Ave, Fairfield, IA 52556 as soon as you can, if you think your statement or receipt is wrong or if you need more information about a transfer listed on the statement or receipt. We must hear from you no later than 60 days after we sent the FIRST statement on which the problem or error appeared. You will:

- Tell us your name and account number (if any)
- Describe the error or the transfer you are unsure about, and explain as clearly as you can why you believe it is an error or why you need more information
- Tell us the dollar amount of the suspected error

If you tell us orally, we may require that you send us your complaint or question in writing within 10 business days.

We will determine whether an error occurred within 10 business days after we hear from you and will correct any error promptly. If we need more time, however, we may take up to 45 days to investigate your complaint or question. If we decide to do this, we will credit your account within 10 business days for the amount you think is in error, so that you will have the use of the money during the time it takes us to complete our investigation. If we ask you to put your complaint or question in writing and we do not receive it within 10 business days, we may not credit your account.

For errors involving Visa point-of-sale transactions, we will determine whether an error occurred within 5 business days (or 20 business days if the transaction involved a new account) after you contact us and will correct any error promptly. We may take up to 90 days to investigate if the transaction involved a new account or foreign-initiated transfer. If we do this, we will still credit your account within 5 business days (20 business days for new accounts) for the amount you think is in error, so that you will have use of the money during our investigation. If we ask you to put your complaint or question in writing and we do not receive it within 10 business days, we may not credit your account.

Your account is considered a new account for the first 30 days after the first deposit is made, unless each of you already has an established account with us before this account is opened.

We will tell you the results within three business days after completing our investigation. If we decide that there was no error, we will send you a written explanation. You may ask for copies of the documents that we used in our investigation.