

Overdraft Privilege

Disclosure

Southeast Financial Credit Union has implemented an Overdraft Privilege service for our membership. The Overdraft Privilege service gives the Credit Union the discretion to pay checks and/or automatic payments from your checking account into the overdraft, subject to a maximum amount set by our policy.

Southeast Financial's Important Account Information for our Members brochure ("Disclosure Manual"), provided to you at the time you opened your account, controls the duties, obligations, and rights of the account owners, authorized signatories and Southeast Financial with regard to your deposit accounts. The Disclosure Manual (and all amendments thereto) and its terms shall control any possible conflict, between any provision of the Overdraft Privilege Disclosure and the Disclosure Manual. (A copy of the Disclosure Manual will be made available to you upon request.)

Overdraft Privilege is not a line of credit; however, if you overdraw your checking account, the Credit Union has the discretion to pay the item, along with the NSF Fees and Negative Balance Fees charged, as set forth in the Schedule of Products and Fees. Southeast Financial is not obligated to pay any item presented for payment if your account does not contain sufficient available funds. Pursuant to Southeast Financial's commitment to provide our members with the best level of service, Overdraft Privilege is being offered to those members whose accounts meet the following criteria:

1. Members who are not delinquent more than 31 days on any loan.
2. Members who are not subject to any legal or administrative hold.

3. Members that have the required minimum balance in their membership share account.
4. Members whose account has not been negative more than 30 consecutive days.
5. Members whose account has been opened for at least 31 days in good standing.

Southeast Financial will have the discretion to pay overdrafts within your Overdraft Privilege amount. Payment by Southeast Financial is a discretionary courtesy and not a right of the account owner(s) or an obligation of Southeast Financial. This privilege for checking accounts will be limited to a maximum amount as defined in our policy. Any and all fees and charges, including and without limitation the NSF Fees and Negative Balance Fees, will be included as part of this maximum amount.

The total of the discretionary Overdraft Privilege (negative) balance, including any and all fees and charges, including all non-sufficient funds and associated fees, is due immediately, and account owner(s) will continue to be liable, jointly and severally, for all such accounts, as described in the Disclosure Manual.

Again, while Southeast Financial will have the discretion to pay overdrafts on checking accounts meeting the criteria (as described previously), any such payment is a discretionary courtesy, and not a right of the account owner or an obligation of Southeast Financial. Southeast Financial has sole and absolute discretion and can cease paying overdrafts at any time without prior notice of reason or cause.

Additional Information for New Checking Accounts

At the time of opening a new checking account, all members will be given a \$100.00 Overdraft Privilege amount. This amount will become effective once the account meets the criteria stated previously in items 1 - 5. Your Overdraft Privilege amount will be adjusted periodically in order to reflect

your current relationship with the Credit Union as defined in our policy. Members will be notified in writing if their Overdraft Privilege is revoked due to delinquency or abuse.

Opt Out of the Overdraft Privilege Service

To opt out of the Overdraft Privilege service, please read the following and sign below:

I do not wish to participate in the Overdraft Privilege service. I understand that, by signing, any share drafts or automated payments that are insufficient will be returned as NSF. I further understand that this does not include ATM and VISA Check Card transactions that will automatically post and may result in a negative balance. If at any time I want to initiate this service, I will make the request in writing.

Please deliver to your local branch, or send by mail to:

Southeast Financial Credit Union
220 S. Royal Oaks Blvd.
Franklin, TN 37064

A signed copy of this form will be kept on record at the Credit Union.

Member's Name

Account Number

Date