

Electronic Funds Transfer Agreement and Disclosure

The following contains an agreement and disclosure relating to Electronic Fund Transfers (EFT) on your deposit Account. The EFT services we offer are set forth below and while some may not apply to your Account, please read this Agreement carefully because it tells you your rights and obligations for those EFT transactions which are applicable to your Account. You should retain this notice for future reference.

Responsibility for EFT Transactions; Definitions

You are responsible for all authorized electronic fund transfers that occur through the use of your ATM Card which Security State Bank will issue to you. You authorize Security State Bank to charge to your accounts all authorized Electronic Funds Transfers, including, but not limited to, Electronic Funds Transfers resulting from preauthorized transfers, use of your access device, or other EFT transactions described herein. In this document, the following words have the following meanings: the words "depositor" "you" and "your" mean the owners of the account named in the Signature Card; the words "Financial Institution", "we", "us", and "our" mean Security State Bank, which is named on the Signature Card; the word "access device" means both the personal identification number (PIN) and/or your automated teller machine (ATM) card or other debit card given to you for use in accessing the Account; the word "account" means the deposit account with Security State Bank created under the Signature Card; the word "Signature Card" means the Signature Card and Deposit Agreement you signed when these disclosures were given to you ; and the word "Agreement" means this Electronic Funds Transfer Agreement and Disclosure. Other EFT transactions may include: (i) a transfer resulting from you providing a check to a merchant or other payee to capture the routing, account and serial numbers to initiate the transfer (commonly referred to as "electronic check conversions") whether you, the payee or Security State Bank retains the check; (ii) a payment made by a bill payment service via computer or other electronic means, unless all payments under the service are made solely by check, draft or similar paper instrument drawn on your account; (iii) any fee authorized by you to be debited electronically from your account because a check was returned for insufficient funds; (iv) a transfer you initiate by telephone if Security State Bank has a written plan or agreement allowing transfers to be initiated by telephone; and (v) any other transfer initiated through an electronic terminal, telephone, computer, or magnetic tape for the purpose of ordering, instructing, or authorizing Security State Bank to debit or credit your account.

TYPES OF TRANSACTIONS: Preauthorized Credits – You may make arrangements for certain direct deposits (for example, from U.S. Treasury (Social Security) or employers (payroll) to be accepted into your checking and savings accounts. Preauthorized Payments – You may make arrangements to pay certain recurring bills from your checking, savings and money market accounts.

Liability for Unauthorized Use

CONTACT US AT ONCE if you believe your access device has been lost or stolen or if you believe an EFT has been made without your permission using information from your check. For additional instructions see the Error Resolution provisions below on the Agreement. Telephoning, followed by a letter, 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 or overdraft privilege/protection amount, if any). If you tell us within 2 business days after you learn of the loss or theft, you can lose no more than \$50.00 if someone has used your access device without your permission.

If you **DO NOT** tell us within 2 business days after you learn of the loss or theft of your access device, and we can prove we could have stopped someone from using your access device without your permission if you had told us, you could lose as much as \$500.00.

Also, if your statement shows transfers that you did not make, 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 told us in time. If a valid reason such as an extended trip or illness prevented you from telling us, we may extend the time. If you believe your access device has been stolen or that someone has or may transfer money from your account without your permission, call Anamosa: (319) 462-6031, Cascade: (563) 852-3245, or Monticello: (319) 465-7010.

Or Write: Security State Bank
PO Box 39
Cascade, IA 52033

You should also call the number or write to the address above if you believe a transfer has been made using the information from your check without your permission. For the purpose of these disclosures, our business days are Monday – Friday. Holidays are not included.

You may use your access device(s) at terminal to:

ATM CARD TRANSACTIONS: Types of transactions – Deposit funds to checking and savings; Withdraw cash from checking and savings; Transfer funds from checking to savings; Transfer funds from savings to checking; Get balance information about checking and savings.

ATM TRANSACTION DOLLAR LIMITATIONS: You may withdraw no more than \$200.00 in ATM and point-of-sale transaction from your account(s) per 24 hour period, or \$300.00 per 72 hour period.

DEBIT CARD DOLLAR TRANSACTIONS: You may withdraw no more than \$300.00 from your account(s) per 24 hour period. You may make no more than \$1,000.00 in point-of-sale transactions from your account per 24 hour period or \$1,500.00 per 72 hour period.

DEBIT CARD ATM TRANSACTIONS: Types of transactions – **POINT-OF-SALE TRANSACTIONS:** You may access your checking account by ATM card to purchase goods in person. You may access your checking account by Debit card to: purchase goods in person or by phone, pay for services in person or by phone, get cash from a participating merchant or financial institution, do any transaction that can be made with a credit card.

Some of these services may not be available at all terminals.

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 (i) pay for purchases, and (ii) pay for bills.

CHARGES FOR Electronic Funds Transfer

You will be charged for each transaction/transfer as disclosed. Please see the Applicable Fees section for any fees imposed by Security State Bank for Electronic Funds Transfers or for the right to make transfers. If an electronic service is available, but no charge is itemized in the Disclosure furnished to you as a part of your Account agreement, there will be no fee imposed by Us for that service. 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.)

DOCUMENTATION

You can get a receipt at the time you make any transfer to or from your account using an electronic terminal that accepts your access device. If you have made arrangements to have **DIRECT DEPOSITS** made to your account at least once every 60 days from the same entity or person, you can call us:

Anamosa: (319) 462-6031, Cascade: (563) 852-3245, or Monticello: (319) 465-7010 to find out whether or not the deposit has been made.

You will get a monthly account statement unless there are no transfers in a particular month. In any case you will get the statement at least quarterly. If you have a passbook account where the only possible Electronic Funds Transfers are preauthorized credits, and you bring your passbook to us, we will record any electronic deposits that were made to your account since the last time you brought in your passbook.

CONFIDENTIALITY

We will on occasion **DISCLOSE INFORMATION TO THIRD PARTIES** about your account or the transfers you make: (1) If you have given us written permission to do so, (2) In order to comply with a Government agency or court order, (3) Where it is necessary for completing the transfer, (4) As necessary to verify the existence and condition of your account to a credit bureau or merchant, (5) as permitted by the Federal Right to Financial Privacy Act of 1978 and the Federal Fair Credit Reporting Act and other applicable laws and regulations.

STOP PAYMENT PROCEDURES

If you have previously instructed us to make regular payments out of your account, you can stop any of these payments. To stop a payment: Call or write us at the telephone number or address listed above in time for us to receive your request at least 3 business days or more before the payment is scheduled to be made. You may call, but we may still request that you write us within 14 days of the call. Each stop payment order given will result in a charge disclosed on the Schedule of Fees and Charges.

If regular payments you make will vary in amount, the person to whom you are making the payments will notify you at least 10 days in advance of each payment, when it will be made and in what amount. (At your option, you may request this information 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.)

If we fail to stop a payment or preauthorized transfer and you have notified us 3 business days or more before the transfer is scheduled, we will be liable for your losses and damages.

LIABILITY

If we FAIL TO COMPLETE A TRANSFER to or from your account on time or in the correct amount according to our agreement with you, we will be liable for your losses or damages with some exceptions. We will not be liable, for instance: (1) If, through no fault of ours, you do not have enough money in your account to make the transfer or if the transfer would exceed the credit limit on your overdraft line, if any, (2) If the money in your account is subject to legal process or other encumbrances restricting the transfer, (3) If the terminal where you are making the EFT does not have enough cash, (4) If extenuating circumstances prevent the transfer, despite reasonable precautions we have taken, (5) If the terminal or system was not working properly and you knew about the breakdown when you started the EFT, (6) If incomplete or inaccurate information is forwarded by the United States Treasury or through an automated clearing house, or (7) There may be other exceptions in our agreement with you.

ERROR RESOLUTION

In case of errors or questions about your electronic transfers, telephone us or write us at the number or address listed in this disclosure as soon as possible, if you think your statement or receipts are wrong or if you need more information about a transfer listed on the statement or your receipt. We must hear from you no later than 60 days after we sent the FIRST statement on which the error or problem appeared. You should:

1. Tell us your name and account number (if any)
2. Describe the error or transfer in question, and explain as clearly as you can why you believe it is an error or why you need more information.
3. 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 tell you the results of our investigation within 10 business days (20 business days if the error involves an EFT made during the first thirty (30) days after the first deposit to the account was made) after we hear from you and will correct any error promptly. If we need more time, however, we may take up to 45 days (90days if the transfer involved a point-of-sale transaction, a foreign initiated transfer or an EFT made during the first thirty(30) days after the first deposit to the account was made) to investigate your complaint or question. If we decide to do this we will credit your account within 10 business days (20 business day if the error involves and EFT made during the first thirty (30) days after the first deposit to the account was made) for the amount you think is in error, so that you will have the use of 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.

We will tell you the results within three (3) business days after completing our investigation. If we decide that there was not error, we will send you a written explanation. You may ask for copies of the documents that we used in our investigation.

OTHER RULES APPLYING TO ELECTRONIC FUND TRANSFERS

All deposits, payments, and transfers made through the use of your access device or by a preauthorized transfer are subject to proof and verification by Security State Bank. Deposits made after our cutoff time will be credited the following business day.

The access device at all times remains the property of Security State Bank and upon revocation of the access device you agree to surrender the access device to Security State Bank or its agent upon demand. Because the PIN is used for identification purposes, you agree to notify Security State Bank immediately if the Card is lost or stolen or the secrecy of the PIN is compromised. You also agree not to reveal your PIN to any person not authorized by you to use the ATM Card and not to write the PIN on the ATM Card or on any item kept with the ATM Card.

Transactions made in foreign currency will be converted into U.S. dollars. Because of fluctuations in foreign exchange rates, the conversion rate in effect on the processing date may differ from the rate in effect on the transaction date or posting date.

This Agreement shall be governed by the laws of the State of Iowa and any applicable federal laws and regulations.

We may amend, modify or rescind this Agreement and Disclosures at any time by mailing or delivering written notice of such amendment, modification or rescission to you at least 21 days prior to the effective date of any such change if the change would result in increased fees or charges, increased liability to you, fewer types of available Electronic Funds Transfers, or stricter limitation on the frequency or dollar amount of transfers. We may at our option mail or deliver written notice to you of any amendment, modification or rescission other than those previously described but without the requirement that the notice be mailed or delivered at least 21 days prior to the effective date of any such change. Any amendment, modification, or rescission made in this manner shall be binding upon you as though expressly agreed to by you. In the event that a written notice is mailed to you, it shall be mailed to your last known address as shown on our records. Notwithstanding the provisions of the paragraph, we may terminate the Agreement at any time we terminate your account(s).

Other Applicable Rules and Limitations on EFT Transaction, Frequencies and /or Amounts:

LIMITATIONS ON FREQUENCY OF TRANSFERS in addition to those limitations on transfers elsewhere described, if any, the following limitations apply to your savings/money market account(s): During any calendar month or statement cycle of at least four weeks, you may not make more than six withdrawals or transfers to another account of yours or to a third party by means of a preauthorized or automatic transfer or telephone order or instruction or by internet, or by check, draft, debit card (if applicable) or similar order to a third party. If you exceed the transfer limitations set forth above in any statement period, your account will be subject to closure by the financial institution.

FOREIGN CURRENCY CONVERSION: If you effect a transaction with your card in a currency other than U.S. Dollars, MasterCard International Incorporated will convert the charge into a US Dollar amount. MasterCard International will use its currency conversion procedure, which is disclosed to institutions that issue MasterCard cards. Currently, the conversion rate used by MasterCard International to determine the transaction amount in U.S. Dollars for such transactions is generally either a government mandated rate or a wholesale rate determined by MasterCard International for the processing cycle in which the transaction is processed, increased by an adjustment factor established from time to time by MasterCard International. The currency conversion rate used by MasterCard International on the processing date may differ from the rate that would have been used on the purchase date or cardholder statement posting date. To report lost or stolen cards after banking hours, please contact SHAZAM at 1-800-383-8000.

SAFETY PRECAUTIONS

For your safety, please remember the following tips when you use any Automatic Teller Machine, particularly after dark:

- Park in or near a well-lighted area.
- Observe the area for suspicious persons or activity, preferably from your car, before beginning your transaction.
- If you see anyone or anything suspicious, you may choose to use another Automatic Teller Machine or delay your transaction.
- Have someone accompany you.
- Pocket your cash quickly and count it later in a safe place.
- Never make a display of your cash.
- Cancel your transaction, remove your card and leave the area immediately, even in the middle of a transaction, if you become concerned for your safety.

APPLICABLE FEES

ATM Card	\$12.00, plus tax, per card issued
Annual ATM Card Charge	\$12.00, plus tax per card
Replace Lost ATM Card	\$12.00, plus tax per card
SHAZAMchek® monthly charge	\$ 2.00, plus tax per card
Replace Lost SHAZAMchek® card	\$ 24.00, plus tax per card
Online Bill pay Stop Payment	\$15.00 plus tax each
Online Bill payments in excess of 10 per month	\$ 0.50, plus tax each