

FUNDS AVAILABILITY DISCLOSURE

Effective July 21, 2011

This policy statement applies to "transaction" accounts. Transaction accounts, in general, are accounts from which the account holder is allowed to make deposits, transfers, or withdrawals by negotiable instrument, telephone transfer, electronic payment, ATM or debit card transactions, or other similar means for the purpose of making payments or transfers to third persons or others. Savings accounts are not considered to be transaction accounts.

Our policy is to make funds from your deposits available to you on the first business day after the day we receive your deposit. Electronic direct deposits will be available on the day we receive the deposit. The following types of deposits will be available on the first business day after the banking day of deposit (next-day availability):

- Cash;
- U.S. Treasury checks (must be deposited into an account held by the payee of the check);
- U.S. Postal Service money orders;
- Federal Reserve Bank and Federal Home Loan Bank checks;
- State or local government checks;
- Cashier's, certified, or teller's checks (deposited in person to a bank employee and into an account held by the payee of the check);
- Checks drawn on a First Bank account.

It is important to understand that even after the funds from a deposited item have been made available and withdrawn from the account, the customer is still responsible for checks deposited into the account. If a deposited item is returned to us unpaid, that amount will be debited from the customer's account(s) with First Bank.

For determining the availability of your deposits, every day is a business day, except Saturday, Sundays, and federal holidays. If you make a deposit before 4:00 P.M. on a business day that we are open, we will consider that day to be the banking day of your deposit. If you make a deposit after 4:00 P.M. or on a day we are not open, we will consider the deposit was made on the next banking business day.

LONGER DELAYS MAY APPLY

Depending on the type of check that you deposit, funds may not be available until the second business day after the day of your deposit. Unless certain circumstances apply, the first \$200 of your deposit will be available on the first business day after we receive your deposit.

Funds you deposit by check may be delayed for a longer period under the following circumstances:

- We believe a check you deposited might not be paid.
- You deposit a check(s) totaling more than \$5,000 on any one day.
- You redeposit a check that has been returned unpaid.
- You have overdrawn your account repeatedly in the last six months.
- There is an emergency, such as failure of communications or computer equipment.

If we are going to delay all or part of the funds from your deposit, we will notify you at the time you make your deposit. We will also tell you when the funds will be available. If your deposit is not made directly to one of our employees, or if we decide to take this action after you have left the bank, we will mail a notice no later than the day after we receive the deposit. Generally, the funds will be available no later than the seventh business day after the day of your deposit. If you will need the funds from a deposit right away, you should ask when the funds will be available.

SPECIAL RULES FOR NEW ACCOUNTS

If you are a new customer the following special rules will apply during the first 30 days your account is open:

- Funds from electronic direct deposits to your account will be available on the day we receive the deposit.
- Funds from deposits of cash, electronic payments, and the first \$5,000 of any other next-day items will be available on the first business day after the day of your deposit if the deposit meets the following conditions:
 - The check(s) must be payable to you;
 - You must make the deposit in person to one of our employees.

Funds from all other check deposits and the excess over \$5,000 will be available on the ninth business day after the day of your deposit.