

NOTICE OF FUNDS AVAILABILITY YOUR ABILITY TO WITHDRAW FUNDS

This policy statement applies to all accounts

Our policy is to make funds from your cash and check 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. Once the funds are available, you can withdraw them in cash and we will use the funds to pay checks that you have written.

Please remember that even after we have made funds available to you, and you have withdrawn the funds, you are still responsible for checks you deposit that are returned to us unpaid and for any other problems involving your deposit.

For determining the availability of your deposits, every day is a business day, except Saturdays, Sundays and Federal holidays. If you make a deposit before closing on a business day that we are open, we will consider that day to be the day of your deposit. However, if you make a deposit after closing or on a day we are not open, we will consider that the deposit was made on the next business day we are open.

If we cash a check for you that is drawn on another bank, we may withhold the availability of a corresponding amount of funds that are already in your account. Those funds will be available at the time funds from the check we-cashed would have been available if you had deposited it.

If we accept for deposit a check that is drawn on another bank, we may make funds from the deposit available for withdrawal immediately but delay your availability to withdraw a corresponding amount of funds that you have on deposit in another account with us. The funds in the other account would then not be available for withdrawal until the time periods that are described elsewhere in this disclosure for the type of check that you deposited.

LONGER DELAYS MAY APPLY

In some cases, we will not make all of the funds that you deposit by check available to you on the first business-day after the day of your deposit. Depending on the type of check that you deposit, funds may not be available until the second or seventh business day after the day of your deposit. The first \$200 of your deposit, however, may be available on the first business day after the day of your deposit.

If we are not going to make all of the funds from your deposit available on the first business day, 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 premises, we will mail you the notice by the day after we receive your deposit.

If you will need the funds from a deposit right away, you should ask us when the funds will be available prior to making the deposit.

In addition, funds you deposit by check may be delayed for a longer period under the following circumstances:

- we believe a check you deposit will not be paid
- You deposit checks 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 computer or communications equipment

We will notify you if we delay your ability to withdraw funds for any of these reasons and we will tell you when the funds will be available. They will generally be available no later than the seventh business day after the day of your deposit.

SPECIAL RULES FOR NEW ACCOUNTS

If you are a new member, the following special rules will apply during the first 30 days your account is open.

Funds from deposits of cash, wire transfers, U.S. Treasury and the first \$5,000 of a day's total deposits of cashier's, certified, teller's, travelers, and, state, and local government checks will be available on the first business day after the day we receive your deposit. Funds from all other check deposits will be available on the seventh business day after the day of your deposit.

DISCRETIONARY COURTESY PAY POLICY

July 20, 2015

It is the policy of Communities of Abilene Federal Credit Union (CoAFCU) to comply with all applicable laws and regulations and to conduct business in accordance with applicable safety and soundness standards that are consistent with the credit union's ability to absorb losses. Therefore, the total dollar amount of overdrafts the credit union will honor at all times shall not exceed one percent of the credit union's net worth as of December 31st of the previous year.

The Deposit Agreement and Disclosure provided at the time an account is opened explains the duties, obligations and rights of the Depositor, the Authorized Signatories and CoAFCU with regard to a share draft account.

The Deposit Account Agreement (and all amendments thereto) and its terms shall control any possible conflict, if any, between any provision of this Discretionary Courtesy Pay Policy and the Deposit Account Agreement and Disclosure. A copy of the verbiage contained in the Deposit Account Agreement and Disclosure is available upon request from a credit union representative.

CoAFCU is not obligated to pay any item presented for payment if a member's account does not contain sufficient available funds. Any Courtesy Pay payment (or other negotiation or processing) made by CoAFCU to cover a non-sufficient funds item does not obligate CoAFCU to pay additional non-sufficient fund items. Furthermore, CoAFCU is not obligated to provide prior notice of its decision to refuse to pay additional non-sufficient fund items.

Pursuant to CoAFCU's commitment to always provide the best level of member service, now and in the future, if a consumer Share Draft Account (primarily used for personal and household purposes) has been open for at least ninety (90) days, and thereafter is maintained in good standing, which includes at least:

- Having reached the age of 18 years;
- Continuing to make deposits consistent with past practices;
- Depositing an amount equal to the amount of the discretionary courtesy pay amount extended to the member in their account within each thirty-one (31) day period and bringing the account to a positive balance (not overdrawn) at least once every thirty one (31) days;
- The member is not in default on any loan or other obligation to CoAFCU; and
- The member is not subject to any legal or administrative order or levy;

COAFCU WILL CONSIDER, AS A DISCRETIONARY COURTESY AND NOT A RIGHT OR OBLIGATION, APPROVING REASONABLE OVERDRAFTS RESULTING FROM A WRITTEN CHECK, DEBIT CARD TRANSACTION OR ELECTRONIC WITHDRAWAL. THIS PRIVILEGE WILL GENERALLY BE LIMITED TO A MAXIMUM OF A \$300 OVERDRAFT (NEGATIVE) BALANCE, OF COURSE, ANY AND ALL CREDIT UNION FEES AND CHARGES, INCLUDING WITHOUT LIMITATION THE NON-SUFFICIENT FUND/OVERDRAFT FEES AND INTEREST CHARGES (AS SET FORTH IN OUR FEE SCHEDULES AND DEPOSIT ACCOUNT AGREEMENT AND DISCLOSURE), WILL BE INCLUDED IN THIS LIMIT.

The total of the discretionary overdraft (negative) balance, all credit union fees, and charges, all non-sufficient fund/overdraft fees and interest charges is due and payable upon demand not to exceed a period of 31 days from the date the account is placed in a negative balance. If the negative balance has not been corrected in full at the end of the 31-day period, the account will be charged off and reported to CHEX Systems and the Credit Bureau(s). The Depositor and each Authorized Signatory will continue to be liable, jointly and severally, for all such amounts, as described in the Deposit Account Agreement and Disclosure.

AGAIN, APPROVAL OF PAYMENT OF REASONABLE OVERDRAFTS BY COAFCU ON CONSUMER ACCOUNTS IN GOOD STANDING (AS DESCRIBED ABOVE) IS ONLY A DISCRETIONARY COURTESY, AND NOT A RIGHT OR OBLIGATION. FURTHERMORE, THIS COURTESY IS WITHIN COAFCU'S SOLE AND ABSOLUTE DISCRETION, AND CAN CEASE AT ANYTIME WITHOUT PRIOR NOTICE OF REASON OR CAUSE.