



Member FDIC
"Bank"

What you need to know about IBC Overdraft Courtesy and Overdraft Fees

An Overdraft occurs when you do NOT have enough available funds in your checking account to cover a transaction, but we pay it anyway. We can cover your overdrafts in two different ways:

1. We have Overdraft Courtesy that comes with your account. See *Overdraft Courtesy Customer Disclosure* for details on the limits of the Overdraft Courtesy on your account.
2. We also offer Overdraft Transfer Protection, which is a less expensive way to cover inadvertent or occasional overdrafts. Overdraft Transfer Protection can link a secondary account to the customer's checking account, and if items post against insufficient funds on the checking account, the necessary funds are automatically transferred from the secondary account for \$12.00 per daily transfer. If the secondary account is a savings account, however, federal regulation limits the automatic transfers to six per month.

This notice explains IBC's Overdraft Courtesy.

➤ **What is Overdraft Courtesy which comes with my account?**

Once your account has been opened a minimum of thirty days and is in good standing, we **do** authorize and pay overdrafts on the following types of transactions:

- Checks and other transactions made using your checking account, such as ACH payments
- Automatic bill payments

As required by federal regulation, we **will not** authorize and pay overdrafts for the following types of transactions unless you ask us to (see below):

- ATM transactions
- Everyday debit card transactions

We pay overdrafts at our discretion, which means we **do not guarantee** that we will always authorize and pay any type of transaction.

If we do **not** authorize and pay an overdraft, your transaction will be declined.

➤ **What fees will I be charged if IBC Bank pays my overdraft?**

Under IBC's Overdraft Courtesy:

- We will charge you an overdraft fee of \$35.00 each time we pay an overdraft.
- Your account may be assessed multiple overdraft charges up to a maximum of six (6) overdraft fees per day or \$210.00 total per day.
- You will not be charged an overdraft fee if your ending account balance is overdrawn by \$3.00 or less.
- Fees are subject to change and you will receive advance notice of any fee increase in accordance with state and federal law.
- In addition, overdraft amounts will accrue an OD interest charge at the rate of **18% per annum** from the date of the overdraft until the date of receipt by Bank of repayment of such overdraft.
- The amount of your overdraft courtesy will be reduced by the imposition of the fee(s).

➤ **What if I want IBC Bank to authorize and pay overdrafts on my ATM and everyday debit card transactions (Opt-In)?**

If you also want IBC to authorize and pay overdrafts on ATM and everyday debit card transactions, visit www.ibc.com, call IBC Voice, or complete the form below and present it to any bank representative, or mail it to:

Quality Control Manager
P.O. Box 1359
Laredo, TX 78041

➤ **What if I don't want IBC Bank to pay overdrafts on any transactions including ATM and everyday debit card transactions, checks, ACH debits and recurring debit card transactions?**

You can elect to not opt-in to Overdraft Courtesy at account opening, or at any time thereafter by completing the form below and presenting it to any bank representative, or mailing it to:

Quality Control Manager
P.O.Box 1359
Laredo, TX 78041

For any items presented against insufficient balance, a Return Item Fee of \$35.00 per item will apply and merchant fees may also apply.

_____ I understand how the Overdraft Courtesy program works and I **WANT** IBC Bank to add Overdraft Courtesy to my account, but I **DO NOT WANT** IBC Bank to authorize and pay overdrafts on my ATM and everyday debit card transactions. (Opt-out ATM/Debit Card)

_____ I understand how the Overdraft Courtesy program works and I **WANT** IBC Bank to add Overdraft Courtesy to my account **AND I WANT** IBC Bank to authorize and pay overdrafts on my ATM and everyday debit card transactions. (Opt-In ATM/Debit Card)

_____ I understand how the Overdraft Courtesy program works and I **DO NOT WANT** IBC Bank to add Overdraft Courtesy to my account.

Account Number: _____

Account Owner (print name): _____

Signature: _____

Date: _____