

# What You Need to Know About Overdrafts and Overdraft Fees

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An overdraft occurs when you do not have enough money in your account to cover a transaction, but we pay it anyway. We can cover your overdrafts in two different ways.

1. We have standard overdraft practices that come with your account.
2. We also offer one or more overdraft protection plans, such as a link to a savings account, which may be less expensive than our Overdraft Protection Privelege Service. To learn more, ask us about these plans.

This notice explains our standard overdraft practices.

◆ **What are the standard overdraft practices that come with my account?**

We DO authorize and pay overdrafts for the following types of transactions:

- ◆ Checks and other transactions using your checking account number
- ◆ Automatic bill payments
- ◆

We DO NOT authorize and pay overdrafts for the following types of transactions unless you ask us to:

- ◆ 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 Commercial State Bank pays my overdraft?**

Under our standard overdraft practices:

- ◆ We charge a fee of 

\$ 30.00
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 Each time we pay an overdraft

- ◆ There is NO LIMIT on the total fees we can charge you for overdrawing your account.

◆ **What if I want Commercial State Bank to authorize and pay overdrafts on my ATM and everyday debit card transactions?**

If you also want us to authorize and pay overdrafts on ATM and everyday debit card transactions, you are required by Federal Banking Regulations to advise us by calling 1-877-678-0909, or complete the form below and deliver it to your local Commercial State Bank branch or mail it to Commercial State Bank, Attn: Customer Service Department, 407 North Big Spring, Midland, TX 79701.

-----ELECTION FORM-----

I want

to authorize and pay overdrafts on my ATM and everyday debit card transactions for the account identified below.

Account Number(s):

Printed Name:

\_\_\_\_\_  
Signature

\_\_\_\_\_  
Date