

Courtesy Coverage Member Overdraft Disclosure

There are several ways your account can become overdrawn, such as (1) the payment of checks, electronic funds transfers or other withdrawal requests; (2) payments authorized by you; (3) the return of unpaid items deposited by you; (4) Carolina Trust Federal Credit Union service charges; or (5) the deposit of items which, according to the Carolina Trust's Funds Availability Policy, are treated as not yet available.

While we are not obligated to pay any item presented for payment if your account does not contain enough money, as long as you maintain your account in "good standing," we may approve your overdraft items within your current available Courtesy Coverage limit as a non-contractual courtesy. For overdraft privilege consideration, your account is in "good standing" under certain conditions, including but not limited to the following: if you (1) deposit enough money to bring your account to a positive end-of-day balance at least once every 30 calendar days (including the payment of all Carolina Trust fees and charges); (2) avoid excessive overdrafts suggesting the use of Courtesy Coverage as a continuing line of credit; (3) have no past due loan payments more than 30 days delinquent; and (4) have no legal orders, levies or liens against your account.

In the normal course of business, we generally pay electronic transactions first and then checks are paid in the order in which they are received. If multiple checks are received during one day, checks are paid by check number. We reserve the right to change the order of payment without notice to you if we suspect fraud or possible illegal activity affecting your account. Also, please be aware that the order in which we pay your items may create multiple overdrafts in a single day, and you will be charged our Paid Item Fee of \$29 for each overdraft item paid.

You may opt out of the Courtesy Coverage privilege at any time, but you are responsible for any overdrawn balances at the time of opting out. Normally, we will not approve an overdraft for you in excess of the predetermined amount assigned to your account type. So as not to exceed your limit, please note that the amount of the overdraft plus the Credit Union's Courtesy Coverage fee of \$29 per item will be deducted from the overdraft limit.

We may refuse to pay an overdraft item at any time even though we may have previously paid overdrafts for you. For example, we typically do not pay overdraft items if your account is not in good standing as defined above, or, if based upon our review of your account management, we determine you are using Courtesy Coverage excessively or as a regular line of credit, which it is not. You will be charged a Return Item Fee of \$29 for each item returned. We have no obligation to notify you before we pay or return any item. The amount of any overdraft, including a Paid Item Fee of \$29 and/or a Return Item Fee of \$29 you owe us, is due and payable upon demand. Even if we do not ask you for payment, you must repay us, no later than 30 calendar days after the creation of the overdraft. If there is an overdraft on an account with more than one documented owner, each owner is jointly and severally liable for all overdrafts including all fees charged.

Courtesy Coverage should not be viewed as an encouragement to overdraw your account. To avoid fees, keep track of your account balance by entering all items in your check register, reconcile your account regularly, set up free account eAlerts, and manage your finances responsibly. If you would like to have this service removed from your account, please call (843) 448-2133, ext. 3.

Please note that your Courtesy Coverage limit may be available for each item paid under the limit created by checks and other transactions made using your checking account number, such as a teller withdrawal, an automatic payment (ACH) transaction, electronic bill payment, and recurring debit card transaction. Also, at your request, we may authorize and pay ATM transfers or withdrawals and everyday debit card transactions using your limit. When you request or review your account balance, please remember the amount reported or shown does not include your overdraft limit.

LIMITATIONS: Courtesy Coverage is a non-contractual courtesy available to individually/jointly owned personal and business checking accounts in good standing. Carolina Trust reserves the right to limit participation to one account per household/business and to suspend, revoke, or discontinue this service without prior notice. If your limit is suspended, it will not be made available to cover overdrafts again until the first business day after you bring your account to a positive end-of-day balance.