

# Funds Availability Policy Disclosure

**Your ability to withdraw funds from your American Founders Bank deposit account:**

## General Policy

American Founders Bank Inc. (“we”, “us” and “our”) will make funds from your deposit available to you on the first business day after the day we receive your deposit. Electronic direct deposits and transfers will be available on the day we receive the deposit. Once the funds are available, you may withdraw them in cash and/or we will use the funds to pay checks you have written.

For determining the Availability of your deposits, every day is a business, except Saturdays, Sundays and Federal Holidays. If you make a deposit before 5:30pm EST at any branch location on a business day we are open, we will consider that day to be the day of your deposit.

## Reservation of Right to Hold

In some cases, we may not make all the funds you deposit by check available to you on the first business day after your deposit. Depending on the type of check you deposit, funds may not be available until the second business day after the day of your deposit. However, the first \$200 of your deposit will 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 deposits available on the first business day, we will notify you at the time you make your deposit and 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 a notice the first business day after we receive your deposit. If you will need the funds from a deposit right away, you should ask when the funds will be available.

Funds you deposited by check may be delayed for longer period for the following reasons:

- We believe a check you deposited will not be paid
- You deposit checks totaling more than \$5,000 on any one day
- You redeposit a check that has been previously 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

## Refusal of a deposit

We continue to reserve the right to not accept deposits. In some circumstances, items unacceptable for deposit, such as mutilated check, may be processed as collection items.

## Endorsement

It is important that you place your endorsement carefully on the back of all checks you are depositing. An area has been designated for your endorsement. If you do not endorse the check or your endorsement is illegible because you have endorsed the check in the wrong location, you may be liable for any resulting losses.

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 to you no later than the seventh business day after the day of your deposit.

## Funds Availability Policy Disclosure

### Availability of other funds

If we cash a check for you that is drawn on another financial institution, we may withhold the availability of a corresponding amount of funds 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 drawn on another financial institution, we may make funds from that deposit available immediately but delay your availability to withdraw a corresponding amount of funds 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 described elsewhere in this disclosure for the type of check you deposit.

### Special Rules for New Accounts

An account is considered a new account during the first 30 calendar days after the account is established. An Account is not considered a new account if each customer on the account has had, within 30 calendar days before the account is established, another account at the depository bank for at least 30 calendar days.

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

- Funds from electronic deposits to your account will be available on the day we receive the deposit
- Funds from deposits of cash, wire transfers, and the first 5,000 of a day's total deposits of cashiers, travelers, and federal, state and local government checks will be available on the first business day after the day of your deposit. The excess over \$5,000 will be available on the ninth business day after the day of your deposit.
- If your deposit is not made directly to a bank employee, the first \$5,000 (other than US Treasury checks) will not be available until the second business day after the day of your deposit. Funds from all other check deposits will be available on the ninth business day after the day of your deposit.

### Change in Terms

We will send a notice to you at least 30 days before implementing a change to our funds availability policy except when the change expedites the Availability of funds, then, the notice will be sent within 30 days after implementation.