

What You Need to Know about Overdrafts and Overdraft Fees

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 overdraft protection plans, such as link to a savings account, which may be less expensive than our standard overdraft practices. 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 made 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 too:

- 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 to pay an overdraft, your transaction will be declined.

❖ **What fees will I be charged if Bank of South Texas pays my overdraft?**

Under our standard overdraft practices:

- We will charge you a fee of up to \$35 each time we pay an overdraft.
- We charge no more than 7 fees per business day when a transaction tries to post to your account and you do not have enough money to cover it.
- We do not charge an overdraft fee for items that we pay that are in the amounts of \$5.00 or less.

❖ **What if I want Bank of South Texas 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 must complete the form below and return to us in person or:

By Mail: **Bank of South Texas 840 N. Cage Blvd. Pharr, Texas 78577**

By Email: cs-odp@bankofsouthtexas.com

 I do not want Bank of South Texas to authorize and pay overdrafts on my ATM and everyday debit card transactions.

I want Bank of South Texas to authorize and pay overdrafts on my ATM and everyday debit card transactions.

Date _____

Printed Name _____

Account No. _____

Signature _____