

**RATE INFORMATION.** Please refer to our rate sheet for the interest rate and annual percentage yield (APY) on this account. Your interest rate and annual percentage yield may change.

**Determination of Rate.** At our discretion, we may change the interest rate on your account.

**Frequency of Rate Changes.** We may change the interest rate on your account every statement cycle.

**Limitations on Rate Changes.** There are no maximum or minimum interest rate limits for this account.

**COMPOUNDING AND CREDITING.** Interest will not be compounded and will be credited to the account annually. If you close your account before interest is credited, you will not receive the accrued interest.

**MINIMUM BALANCE REQUIREMENTS.** No minimum balance requirements apply to this account.

**DORMANT/INACTIVE ACCOUNT INFORMATION.**

An Inactive Fee of \$2.00 per month will be charged after 1 year of inactivity. The Inactive Fee will be charged regardless of the account balance.

**PROCESSING ORDER.**

Debits to your account are received in groups and/or individually throughout the course of a business day. We process ACH debits and credits, phone and online banking transfers, Debit Card and ATM transaction, checks drawn on The Northumberland National Bank accounts, and deposits and withdrawals made in person at The Northumberland National Bank branches throughout the course of a business day in real time, in the order they are received.

Electronic transactions that are received after the end of the business day are processed first the following business day. These transactions include ACH credit and debits, Debit Card transactions, ATM and preauthorized transactions.

We process checks presented for payment at locations other than The Northumberland National Bank second according to the dollar amount with the smallest items processed first.

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 of item payment may create multiple overdraft items during a single banking day for which you will be charged a \$35.00 overdraft fee for each overdraft item paid.

The processing order of these items is important because if there is not enough money in the account to pay for the items in the order they are processed in accordance with the processing order, there may be an overdraft on your account which may result in overdraft or non-sufficient funds fees or an increase in the amount of these fees.

**BALANCE COMPUTATION METHOD.** We use the daily balance method to calculate interest on your account. This method applies a daily periodic rate to the principal in the account each day.

**ACCRUAL ON NONCASH DEPOSITS.** Interest begins to accrue on the business day you deposit noncash items (for example, checks).

**TRANSACTION LIMITATIONS.** You will be charged a \$5.00 penalty for early withdrawals. If you close your account prior to maturity, you will be charged a \$10.00 fee.