

*If you would like more information  
or have any questions about  
the limitations on any specific  
type of transaction, please ask us!*



SAMPLE

*Why aren't  
all accounts  
created equal?*

Customer Imprint Here

Insurance  
Logo

# Consider some of the rules and regulations governing your accounts.

## *Why aren't all of my accounts treated the same?*

Like many other industries, the financial services industry is governed by various rules and regulations that our institution must follow. Many of these pertain to the accounts we offer. For example, federal law requires us to limit the number and types of transactions on certain accounts that you open.

## *How are transaction accounts handled?*

If you have a transaction account (a checking account) at our institution, we will pay you the funds "on demand." This means any time you write a check, we will pay immediately (assuming, of course, that the requested funds are available in your account).

## *How are savings deposit accounts handled?*

If you have a savings deposit account at our institution, two restrictions apply regarding your right to withdraw funds:

1. We must *reserve* the right to require at least seven days' written notice from you before any withdrawal (though this does not mean we will *require* seven days' notice).
2. We must also restrict **preauthorized transfers** out of your account, as well as **orders or instructions made by telephone**. During each calendar month or statement cycle (of at least four weeks), you may make up to six transfers to another account of yours at this institution or to a third party. No more than three of these six transfers can be made by check, draft, debit card, or similar order. (We do not restrict transfers *into* the account.)

## *What is a preauthorized transfer?*

A preauthorized transfer is one where we use the funds in your account to pay a third party after you have given us written or oral instructions to do so. It also includes an agreement in which we pay a third party from your account at a predetermined time or on a fixed schedule (such as a monthly insurance premium).

## *What is included in orders or instructions made by telephone?*

In addition to transfers or withdrawals from your savings account that you order over the telephone, other transfers or withdrawals are also restricted, including those made by remote or home computer, facsimile machine, or other telecommunications access devices.

## *What happens if I exceed the transfer limits described above?*

We may simply prevent you from making a transfer or withdrawal which exceeds the limit. Alternatively, we may allow all withdrawals and transfers but contact you when you exceed the limits.

We could also close the existing *savings* account and transfer your funds into a transaction account or remove the transfer and draft capabilities of the savings deposit.

## *Common transactions where some restrictions apply:*

- Advance made by phone to pay a third party
- Telephone transfer to another one of *your* accounts
- Automatic withdrawal from your account to pay your insurance premium

## *Common transactions where no restrictions apply:*

- In-person cash withdrawal
- In-person transfer of funds from one account of yours to another account of yours
- Withdrawal requested by telephone *provided* a withdrawal check is mailed to you