

What You Need to Know about Overdrafts and Overdraft Fees

Beginning August 14, 2010, we will no longer pay your overdrafts for ATM and everyday debit card transactions unless you tell us you want overdraft coverage for these transactions. Even if you do not request overdraft coverage for ATM and everyday debit card purchases, we may still pay your overdrafts for checks, automatic bill payments and other transactions made by using your account number.

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 offer 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

Until August 14, 2010 we will authorize and pay overdrafts for the following types of transactions:

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

What fees will I be charged if [Institution Name] pays my overdraft?

Under our standard overdraft practices:

- We will charge you a fee of up to \$25 each time we pay an overdraft.
- There is no limit on the total fees we can charge you for overdrawing your account.

What if I want [Institution Name] to continue to authorize and pay overdrafts on my ATM and everyday debit card transactions after August 14, 2010?

If you want us to continue to authorize and pay overdrafts on ATM and everyday debit card transactions after August 14, 2010, call (936) 639-2311, visit www.SouthlandFCU.com, or complete the form below and present or mail it to:

Southland Federal Credit Union
2601 S. John Redditt Dr. - Lufkin, TX 75904

**Please note that your selection will not become effective until August 14, 2010.
You have the right to revoke your decision at any time.**

I want Southland FCU to authorize and pay overdrafts on my ATM and everyday debit card transactions.

I do not want Southland FCU to authorize and pay overdrafts on my ATM and everyday debit card transactions.

Printed Name: _____ Date: _____

Account Number(s): _____