

Truth in Savings Disclosure
Kasasa Saver® with Kasasa Cash® or Kasasa Cash Back®

This disclosure contains the rules that govern your deposit account as of November 1, 2019 and is organized into two (2) parts:

- Information that is common to both your Kasasa Saver and your Kasasa Cash account or Kasasa Cash Back account
- Information that is unique to your Kasasa Cash and Kasasa Saver with Cash account or your Kasasa Cash Back and Kasasa Saver with Cash Back account, depending on whether or not you have linked the two accounts.

Please see the two (2) Sections below for a complete Truth In Savings disclosure.

Section 1: Information Common To Your Kasasa Saver & Kasasa Cash or Kasasa Saver & Kasasa Cash Back Accounts¹

The following information applies whether or not your Kasasa Cash or Kasasa Cash Back checking account is a stand alone account or if you have a linked Kasasa Saver account.

Account Descriptions

Kasasa Saver® is a variable rate deposit account with no monthly service charge and no minimum balance that rewards accountholders with interest when they meet the minimum qualifications associated with their linked Kasasa Cash or Kasasa Cash Back checking account during each Monthly Qualification Cycle. (Requires a linked Kasasa Cash or Kasasa Cash Back checking account.)

Kasasa Cash® is a variable rate checking account with no monthly service charge and no minimum balance that rewards accountholders with interest and nationwide ATM fee refunds when they meet minimum qualifications during the account's Monthly Qualification Cycles.

Kasasa Cash Back® is a variable rewards checking account with no monthly service charge and no minimum balance that rewards accountholders with cash back on their debit card purchases and nationwide ATM fee refunds when they meet minimum qualifications during the account's Monthly Qualification Cycles.

Account Qualifications

To earn your Kasasa Saver and Kasasa Cash or Kasasa Cash Back rewards all of the following transactions and activities must post and settle to your Kasasa Cash or Kasasa Cash Back account during each Monthly Qualification Cycle:

- At least 12 debit card purchases
- Be enrolled in and agree to receive paperless statements
- Be enrolled in and log into online banking or mobile banking

Transactions and activities may take one (1) or more Business Days from the date the transaction or activity occurred to post and settle to the account. The following activities do not count toward earning account rewards: ATM-processed transactions, transfers between accounts and debit-card transactions processed by merchants and received by BAC Community Bank (BAC) as ATM transactions.

- **Business Day:** Any day Monday through Friday, provided that the weekday is not on a federal holiday. When a federal holiday falls on a Sunday, the next Monday is not a Business Day.
- **Statement Cycle** means the period of time for which BAC provides a summary of the financial activities and transactions that post and settle to the accountholder's account. The Statement Cycle ends on the last business day of the month. The Statement Cycle begins on the first calendar day following the last business day of the month.
- **Monthly Qualification Cycle** is a period ending one (1) business day prior to the close of the current Statement Cycle with a new Monthly Qualification Cycle beginning the next calendar day.

Kasasa Monthly Qualification Calendar

A copy of our current Kasasa Monthly Qualification Calendar is provided with account opening disclosures. This document is available at any time through any of our branches and at www.bankbac.com/kasasa-calendar.

Automatic Qualifications and Bonuses

A new customer who opens a Kasasa checking account for the first time may receive the standard rewards (Kasasa Cash or Kasasa Cash Back) once without meeting any of the requirements during the initial Monthly Qualification Cycle.

This feature is only available to new Kasasa accountholders one time, one pay out, and will not be honored for accounts that convert between deposit products.

The automatic qualifications and/or bonuses feature may be discontinued by BAC at any time.

Purpose and Expected Use of Account

This Kasasa Cash or Kasasa Cash Back account offered by BAC is intended to be the accountholder's primary checking account in which payroll transactions and day-to-day spending activities including but not limited to grocery, gasoline, apparel, shopping, dining, sporting and entertainment transactions are posted and settled.

Commensurate with the spending activities identified above, we expect the attached Kasasa Cash or Kasasa Cash Back account's debit card to be used frequently throughout each month and for transaction amounts to reflect a wide dollar range. Small debit card transactions conducted on the same day at a single merchant and/or multiple transactions made during a condensed time period particularly near the end of a Monthly Qualification Cycle are not considered normal, day-to-day spending behavior. These types of transactions appear to be conducted with the sole purpose of qualifying for the account's rewards and thus will be deemed inappropriate transactions and will not count toward earning the account's rewards.

BAC reserves the right to determine if the Kasasa Cash or Kasasa Cash Back account is being maintained for a purpose other than day-to-day, primary use. Accountholders who persist in making debit card transactions in a calculated and limited fashion in order to meet their monthly qualifications may have their accounts converted to a different checking account or closed altogether. We also reserve the right to convert the account to a different checking account if the account does not have consistent active use over three (3) consecutive Statement Cycles. The linked Kasasa Saver account will also be converted or closed if the Kasasa Cash or Kasasa Cash Back account is converted or closed. If converted, the different checking and/or savings account may have a monthly service charge and/or require a minimum account balance.

We have the right to close this account at any time, with proper notice. Our decision to close the account will not affect your existing obligations to us including any obligation to pay fees or charges incurred prior to termination. No deposits will be accepted and no checks will be paid after the account is closed. If the account is closed, you will forfeit any rewards that have not been credited to your account. A BAC check for the remaining balance, if applicable, will be mailed to accountholder at the address indicated on our current records. Upon termination of your Kasasa Cash, Kasasa Cash Back, or Kasasa Saver account(s), any optional add-on products / services associated with these accounts will also be terminated at the same time.

Additional Information

Minimum deposit to open is \$100 for Kasasa Cash or Kasasa Cash Back and \$25 for Kasasa Saver and no minimum balance is required to obtain these accounts' rewards. You must have a Kasasa Cash or Kasasa Cash Back account in order to open a Kasasa Saver account, and the Kasasa Cash or Kasasa Cash Back account must remain open throughout the period that you hold the Kasasa Saver account. In the event that you or we close your Kasasa Cash or Kasasa Cash Back account, your Kasasa Saver account will be closed as well.

These accounts are not to be used for commercial purposes and there is a limit of one (1) Kasasa checking and one (1) linked Kasasa Saver per social security number / tax identification number. There are no fees to open or close these accounts. There are no recurring monthly service charges associated with these accounts. See *Personal Deposit Accounts Fees & Information Schedule* for fees that may apply to these accounts. Enrollment in online banking and paperless statements required to meet some of the rewards qualifications. Contact a BAC service representative for additional information, details and enrollment instructions. Member FDIC. Kasasa Cash and Kasasa Saver are trademarks of Kasasa, Ltd., registered in the U.S.A.

Overdraft Protection

BAC offers optional overdraft protection plans to protect you from overdrafts and declined transactions. The following fees are applicable: Insufficient Funds Fee \$33.00 for each item whether paid or returned (maximum of four (4) Insufficient Funds and Returned Item fees per day); and Savings Overdraft Protection (if you are enrolled) \$8.00 per transfer for each day we transfer available funds. The fee may be imposed for covering overdrafts created by check, in-person withdrawal, ATM withdrawal, or by other electronic means. BAC reserves the right to require the accountholder to pay an overdraft immediately or on demand. We typically do not pay overdrafts if your account is not in good standing, or you are not making regular deposits, or if you have too many overdrafts.

At any time and at BAC's discretion, interest rates, qualifications, and rewards may change after account is opened. Fees may reduce earnings.

Section 2: Information Unique To Your Individual Kasasa Accounts

Interest Rate & Annual Percentage Yield (APY)^{2,3}

- **Compounding:**

- (1) **Kasasa Cash Account With Linked Kasasa Saver**

Interest earned in your Kasasa Cash account is automatically transferred to your Kasasa Saver.

Interest In Kasasa Cash Account When Linked With Kasasa Saver:

Interest is not compounded. Interest will be credited to your account on the last day of the current Statement Cycle and automatically transferred to your linked Kasasa Saver the first day of the following Statement Cycle. If you close your account before the interest is credited, you will not receive the accrued interest. Interest begins to accrue no later than on the business day we receive credit for the deposit of noncash items (for example, checks). Interest paid on such deposits is subject to reversal if the item is not ultimately paid.

- (2) **Kasasa Saver Account With Linked Kasasa Cash or Kasasa Cash Back**

Interest In Kasasa Saver Linked To Kasasa Cash or Kasasa Saver Linked to Kasasa Cash Back:

Your Kasasa Saver account interest will be compounded every month. Interest will be credited to your Kasasa Saver account on the last day of the current Statement Cycle. If you close your account before the interest is credited, you will not receive the accrued interest. Interest begins to accrue no later than on the business day we receive credit for the deposit of noncash items (for example, checks). Interest paid on such deposits is subject to reversal if the item is not ultimately paid.

- **Balance Computation Method:** We use the daily balance method to calculate the interest on your account. This method applies a periodic rate to the principal in the account each day for the period. The period we use is the Statement Cycle.
- **Annual Percentage Yield:** The Annual Percentage Yields (APYs)^{2,3} associated with your Kasasa Saver and Kasasa Cash accounts are documented below in the Rewards section.

Rewards¹

Kasasa Cash Linked With Kasasa Saver:

Interest earned in your Kasasa Cash account is automatically transferred to your Kasasa Saver. ATM fee refunds earned in your Kasasa Cash account are automatically credited to your Kasasa Saver.

When Kasasa Cash qualifications are met during a Monthly Qualification Cycle,

- **Kasasa Cash:** When Kasasa Cash qualifications are met during a Monthly Qualification Cycle,
 - (1) Balances in your Kasasa Cash account up to \$10,000 receive APY^{2,3} of 1.98% (based on an interest rate of 1.98%); and balances over \$10,000 earn 0.25% interest rate on the portion of the balance over \$10,000, resulting in range from 1.98% to 0.25% APY^{2,3} depending on the account's balance, and
 - (2) Account will receive refunds up to \$20 (\$4.99 per single transaction) for nationwide ATM fees incurred during the Monthly Qualification Cycle in which you qualified. If you believe you have not been reimbursed the correct amount of ATM fees you must contact us within thirty (30) calendar days after the Statement Cycle where the refund was applicable in order to receive a refund.
- **Kasasa Saver:** Balances in your Kasasa Saver account up to \$10,000 receive APY^{2,3} of 0.50% (based on an interest rate of 0.50%); and balances over \$10,000 earn 0.25% interest rate on the portion of the balance over \$10,000, resulting in range from 0.50% to 0.27% APY^{2,3} depending on the account's balance.

When Kasasa Cash qualifications are NOT met during a Monthly Qualification Cycle,

- (1) all balances in your Kasasa Cash and your Kasasa Saver account earn 0.05% APY^{2,3} (based on an interest rate of 0.05%) and
- (2) nationwide ATM fees are not refunded.

Kasasa Cash Back Linked With Kasasa Saver:

Rewards earned in your Kasasa Cash Back account are automatically credited to your Kasasa Saver.

When Kasasa Cash Back qualifications are met during a Monthly Qualification Cycle,

- **Kasasa Cash Back:** When Kasasa Cash Back qualifications are met during a Monthly Qualification Cycle,
 - (1) you will receive 3.00% cash back on up to a total of \$250.00 debit card purchases that post and settle to the account during that Monthly Qualification Cycle up to a maximum cash back earned of \$7.50, and
 - (2) you will receive refunds up to \$20 (maximum \$4.99 per single transaction) for nationwide ATM fees incurred during the Monthly Qualification Cycle in which you qualified. If you believe you have not been reimbursed the correct amount of ATM fees you must contact us within thirty (30) calendar days after the Statement Cycle where the refund was applicable in order to receive a refund.
- **Kasasa Saver:** Balances in your Kasasa Saver account up to \$10,000 receive APY^{2,3} of 0.50% (based on an interest rate of 0.50%); and balances over \$10,000 earn 0.25% interest rate on the portion of the balance over \$10,000, resulting in range from 0.50% to 0.27% APY^{2,3} depending on the account's balance.

When Kasasa Cash Back qualifications are NOT met during a Monthly Qualification Cycle,

- **Kasasa Cash Back:**
 - (1) you will not receive cash back on debit card purchases, and
 - (2) nationwide ATM fees are not refunded
- **Kasasa Saver:** All balances in your Kasasa Saver account earn 0.05% APY^{2,3} (based on an interest rate of 0.05%)

Rewards Distribution & Crediting

Kasasa Cash Account Linked With Saver:

- Interest will be credited to your Kasasa Cash account on the last day of your current Statement Cycle and automatically transferred to your Kasasa Saver on the first day of the following Statement Cycle.
- ATM fee refunds from your associated Kasasa Cash account will be credited to your Kasasa Saver account automatically on the last day of current Statement Cycle.
- This automatic transfer may cause an overdraft to your Kasasa Cash account, if the respective account's balance is less than the transferred amount when transfer occurs.

Kasasa Cash Back Account Linked With Saver:

- Cash back reward from your associated Kasasa Cash Back account will be credited to your Kasasa Saver account automatically on the last day of your current Statement Cycle.
- ATM fee refunds from your associated Kasasa Cash Back account will be credited to your Kasasa Saver account automatically on the last day of current Statement Cycle.

Kasasa Saver Account:

- Interest on your Kasasa Saver account will be credited to your Kasasa Saver account on the last day of the current Statement Cycle.

Kasasa Saver Established As A Savings Account

Transaction Limitations	<p>No more than 6 transfers or withdrawals of the following type are permitted during your monthly statement cycle:</p> <ul style="list-style-type: none"> • Payments to third-parties such as checks, drafts, debit cards or similar transactions • Transfers by phone using our automated service or speaking with a banker on the phone • Transfers or payments through online, mobile and text banking (including Bill Pay and person to person payments) • Transfers to a checking account for Overdraft Protection • Pre-authorized transfers and withdrawals • Debit card purchases <p>There are no limits on transfers or withdrawals made in person at an ATM, Bank branch or on any type of deposit.</p>
Transaction Fees	None

See *Personal Deposit Accounts Fees & Information Schedule* for additional details.

¹Interest rates and rewards are variable. At any time and at the discretion of BAC Community Bank interest rates, qualifications, and rewards may change after account is opened. Fees may reduce earnings. Refer to *Personal Deposit Accounts Fees & Information Schedule* for additional information. See our current *Monthly Kasasa Qualification Calendar* available from any branch or online at www.bankbac.com/kasasa-calendar.

²APY = Annual Percentage Yield. Information and APYs are accurate as of 11/1/2019. When linked to Kasasa Saver, the interest in the Kasasa Cash account does not compound in the account since it is transferred into the Kasasa Saver account. The Kasasa Saver APYs may be less than the Kasasa Cash APYs.

³Sample calculations for rewards earned on Kasasa Cash and Kasasa Saver accounts are based on an assumed account balance of \$10,000 + \$100,000 and an assumed statement cycle of thirty-one (31) days. Since any portion of an account balance over \$10,000 earns a lower interest rate when qualifications are met, higher balance accounts may earn a lower compounded APY than the examples given.