

Information About Your Ulster Savings Bank Absolutely Free Checking Account

Balance to Open

Your Absolutely Free Checking Account must be opened with a minimum deposit of \$25.00. However, the account has no requirement that you maintain a minimum balance nor will the funds on deposit earn any interest.

Maintenance Fees and Service Charges

You will not be charged an account maintenance fee, regardless of your balance.

You may make unlimited withdrawals from your account each monthly statement cycle. If these withdrawals are made by check or, if you use a Ulster Savings Bank debit MasterCard, at either an Ulster Savings Bank Automated Teller Machine (ATM) or at a Point-of-Sale terminal, there will be no transaction charges. Withdrawals made at other ATM facilities will be processed at a fee of \$1.50 per transaction, in addition to any fee the facility owner may assess.

You may make an unlimited number of deposits at no charge.

If you have insufficient or unavailable funds in your account, at our discretion we may return a presented item unpaid or we may pay the item and permit you to overdraw your account. Refer to our latest version of our fee schedule for information on returned item, insufficient funds and overdraft fees.

Withdrawals and Payments

To withdraw money from your account you can write a check to yourself or a third party, sign a withdrawal slip or other methods which are agreed upon between the customer and the bank. Checks must be on a form acceptable to the Bank.

A withdrawal will be considered made when it is recorded on our books. This will not necessarily be the date that you initiated the transaction.

The Bank may refuse to honor any check presented more than six (6) months after the date on the check, but shall have no liability if it decides to honor such a check.

If you have a Ulster Savings Bank debit MasterCard you can also make withdrawals at an Automated Teller Machine (ATM) or other facility of NYCE/PLUS.

Monthly Statements

You will receive a monthly statement showing all account activity during the previous month. This statement will include a summary of paid checks, an image copy of the checks and any service fees. The monthly statement cycle period is determined by the account number and is normally 28 to 31 days — but may occasionally be as long as 35 days.

You must examine the statement (and checks) and notify the Bank within 14 days, in writing, of any discrepancies. If the discrepancy concerns an ATM or other electronic funds transfer transaction (Federal recurring payments, payroll deduction, Point-of-sale purchase, etc.) this notification period is extended to 60 days. If we do not hear from you within these time frames, we will assume the statement is correct.

Other Fees and Service Charges

A listing of other fees and service charges applicable to your account are provided under separate cover.

The Bank will not be responsible if it refuses to accept (pay) a check you have written because there are not enough funds in the account after we have deducted a service charge.

Additional disclosures apply and will be provided separately.

