

In accordance with Federal Regulation CC, the following is our Policy regarding the rights to draw funds against deposits to any transaction account at our institution. Deposits are considered to be received on a business day. For determining the availability of your deposits, every day is a business day except Saturdays, Sundays and Federal Holidays. If a deposit is made before the close of business on a business day that we are open (6 p.m.) or before 3 p.m. for deposits made at an automated teller machine, we will consider that to be the day of deposit. However if a deposit is made after these hours or on a day that we are not open, the deposit will be considered to have been made on the next business day we are open. Our Funds Availability Policy is as follows:

- Cash, Wire Transfers, Pre-authorized electronic credits such as social security benefits and payroll payments, and funds from authorized third-party instruments and/or via electronic means accepted and approved by us are available immediately.
- Treasury Checks, local and state government checks, cashier's, certified or teller's checks, Federal Home Loan Bank checks, and U.S. Postal Money Orders (all of which must be payable to you) and on-us checks are available the next business day after the day of deposit. Special deposit tickets are required for some next day items, such as Cashier's Checks.
- The first \$200 of your deposit of all other checks is available on the next business day after the day of deposit and the balance is available on the second business day after the day of deposit.
- The first \$200 of your deposit at an ATM not owned by Colonial American Bank is available on the next business day after the day of deposit and the balance is available on the fifth business day after the day of deposit.

#### LONGER DELAYS MAY APPLY

If we are not going to make all of the funds from your deposit available on the first business day, we will notify you at the time you make your deposit. The first \$200 of your deposits, however, will be available on the first business day. We will tell you when the balance of the funds will be available. If your deposit is not made directly to one of our employees, or if we decide to take this action after you have left the premises, we will mail you the notice by the day after we receive your deposit. In addition, funds you deposit by check may be delayed for a longer period under the following circumstances:

- We believe a check you deposit will not be paid.
- You deposit checks totaling more than \$5,000 on any one day.
- You redeposit a check that has been returned unpaid.
- You have overdrawn your account repeatedly in the last six months.
- There is an emergency, such as failure of computer or communications equipment.

We will notify you if we delay your ability to withdraw funds for any of these reasons, and we will tell you when the funds will be available. They will generally be available no later than the seventh business day after the day or your deposit.

#### SPECIAL RULES FOR NEW ACCOUNTS

If you are a new customer, the following special rules will apply during the first 30 days your account is open.



**POLICY AND PROCEDURE MANUAL: FUNDS AVAILABILITY POLICY**

Effective Date: 7/24/13

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- Funds from electronic direct deposits to your account will be available on the day we receive the deposit.
  - Funds from deposits of cash, wire transfers and the first \$5,000 of a day's total deposits of cashier's, certified, teller's, traveler's and federal, state and local government checks will be available on the first business day after the day of your deposit if the deposit meets certain conditions, such as the checks must be payable to you and you may have to use a special deposit slip.
  - The excess over \$5,000 will be available no later than the tenth business day after the day of your deposit. If the deposit of these checks (other than a US Treasury Check) is not made in person to one of our employees, the first \$5,000 will not be available until the second business day after the day of your deposit.