

Bank of the FSM

To our Personal Passbook and Statement Savings Account Customers,

The Bank is in the process of updating its savings accounts to provide the most flexible product available to customers. If you currently have a Passbook Savings Account, your account will automatically be converted to a Statement Savings account. You can still request a passbook to record your account transactions in but you will now be able to access your account information in the Bank's digital banking platform. You will also be able to request a debit card to access the funds in your savings account. If you don't want to have access to the funds online or with a debit card, no problem. You get to choose how you see and access your account.

The Bank has reviewed the fees current charged to both Passbook and Statement savings accounts and has updated the charges to ensure that customers get the best deal possible. Below is the updated information related to the fees and conditions of the new Personal Savings Account product. Accounts will automatically be changed on November 1st.

SERVICE CHARGE. The service charge is \$3.00. It is charged at the end of any month when the account balance has been less than \$100.00 at any time during the month, including the month in which the account is opened.

NON-SUFFICIENT FUNDS. If the Bank gets an ACH transaction against your account and there is not enough money in the account to pay the item, the Bank will charge your account \$20.00 for each transaction received. The Bank will charge this fee even if the transaction is not paid. Certain restrictions apply to ATM and Point-of-Sale transactions refer to What You Need to Know about Overdrafts and Overdraft Fees for more information. Excessive NSF items will be cause for closing of the account.

EXCESS WITHDRAWAL FEE. The excess withdrawal fee is \$2.00 for each transaction during a month after the sixth transaction. Transactions include Point-of-Sale and ATM transactions.

CLOSE ACCOUNT WITHIN 90 DAYS. If you close your account within 90 days of opening it, you will be charged \$25.00.

SPECIAL STATEMENTS. If you ask for a printed statement of your account activity, you will be charged \$5.00 for each month the statement covers and \$2.00 for each page of paper used.

STOP PAYMENT. If you ask the Bank not to pay any ACH item scheduled, the Bank will charge you \$15.00 for each request you make. Before your account is charged, the Bank will check to make sure the item has not been paid yet. Refer to the Electronic Funds Transfer Agreement and Disclosure for specific requirements.

RETURN ITEM CHARGE. The Return Item Charge is \$10.00 each. This fee is charged for each check deposited to your account that cannot be paid for any reason including, but not limited to, not enough money in the account.

RESEARCH FEE. The Research fee is \$25.00 for each hour. This fee is charged whenever you ask the Bank to locate information about your account. This can include providing copies of old withdrawal slips or identifying allotments. The Bank will record the amount of time used to gather the information requested and you will be charged for at least one hour of time. The amount of time used will be rounded up to the nearest hour.

LEGAL FEE. The Legal fee is \$50.00 for each Court Order received. This fee is charged anytime the Bank is asked by the Court to either hold the money in your account or pay a debt to someone else on your behalf.

TRANSFER FEE, Same Customer. The Transfer fee, same customer is \$1.50 for each transfer requested. This fee applies to when a customer wants to transfer funds between his/her own accounts (from DDA to Savings or the other way around).) but does not apply when the transfer is made using an ATM.

TRANSFER FEE, Customer to another Customer. The Transfer fee, customer to another customer is \$2.50 for each transfer requested. On occasion a customer may want to make a transfer to another customer account. Some restrictions may apply.