

First State Bank of Olmsted Funds Availability Disclosure

Funds Availability Policy Disclosure

Notice of Changes Effective 2/27/2010: Due to the restructuring of check processing operations within the Federal Reserve System, there will no longer be any checks considered to be "non-local", effecting changes more beneficial to our customers. Please note the changes to our policy below in bold print. Thank you.

YOUR ABILITY TO WITHDRAW FUNDS AT THE FIRST STATE BANK OF OLMSTED. Our policy is to make funds from your cash and check deposits available to you on the first business day after the day we receive your deposit. However, funds from electronic deposits will be available on the day we receive the deposit. Once the funds are available, you can withdraw them in cash and/or we will use them to pay checks that you have written. For determining the availability of your deposits, every day is a business day, except Saturdays, Sundays and federal holidays. Our deposit cut-off time for our locations are as follows: Drive-Up Window 2:00 P.M. and Lobby 3:00 P.M. If you make a deposit before those hours on a business day that we are open, then we will consider that day to be the day of your deposit. However, if you make a deposit after those hours, your deposit will be considered next day business.

RESERVATION OF RIGHT TO HOLD. In some cases, we will not make all of the funds that you deposit by check available to you on the first business day after the day of your deposit. Funds may not be available until the second business day after the day of your deposit. The first \$100 of your deposit, however, may be available on the first business day after the day of your deposit. If we are not going to make all of the funds available on the first business day, we will notify you at the time you make your deposit. We will also tell you when 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 business day after we receive your deposit. If you need the funds from a deposit right away, you should ask us when the funds will be available.

LONGER DELAYS MAY APPLY. We may delay your ability to withdraw funds deposited by check into your account an additional number of days for these reasons:

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

We believe a check you deposit will not be paid

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 made available, they will generally be available no later than the seventh business day after the day of your deposit.

HOLDS ON OTHER FUNDS. If we cash a check for you that is drawn on another financial institution, we may withhold the availability of a corresponding amount of funds that are already in your account. Those funds will be available at the time funds from the check we cashed would have been available, if you had deposited it. If we accept for deposit a check that is drawn on another financial institution, we may make funds from the deposit available for withdrawal immediately, but delay your ability to withdraw a corresponding amount of funds that you have on deposit in another account with us. The funds in the other account would then not be available for withdrawal until the periods that are described elsewhere in this disclosure for the type of check that you deposited.

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:

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 deposit of cashier's, certified, 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. For example, the checks must be payable to you. The excess over \$5,000 of deposited official checks will be available on the ninth business day after the day of your deposit. If your deposit of these checks (other than a U.S. 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,

Funds from all other checks deposited will be available no later than the seventh business day of your deposit.