

What You Need to Know About Overdrafts and Overdraft Fees

An overdraft occurs when you do not have enough money in your account to cover a transaction, but Village Bank pays it anyway.

We can cover your overdrafts as follows:

1. We have standard overdraft practices, which are at the bank's discretion, that come with your account.
2. We also offer one or more overdraft protection plans which may be less expensive than our standard overdraft practices, such as the following (to learn more, ask us about these plans):
 - A line of credit; you must apply and be approved for this product
 - A link to another account
 - Overdraft Assurance: you must apply and be approved for this product

What are our standard overdraft practices that come with your account?

At our discretion, we will authorize and pay overdrafts for the following types of transactions:

- Checks, in-person withdrawals, ACH transactions, pre-authorized automatic transfers
- Checks and other transactions using your checking account number
- Automatic bill payments, internet banking transfers, telephone banking transactions
- Recurring debit card transactions

We **do not** authorize and pay overdrafts for the following types of transactions unless you ask us to**

- ATM transactions
- Everyday debit card transactions

We pay overdrafts at our discretion, which means we do not guarantee that we will always authorize and pay any type of transaction. If we do not authorize and pay an overdraft, your transaction will be declined.

What Fees will be charged if Village Bank pays my overdraft?

Under our standard overdraft practices the following fees are imposed:

- A fee of \$37.00 may be charged each time we pay an overdraft, up to a maximum of 5 overdraft fees per day on consumer accounts. There is no maximum for business accounts.
- If the Bank returns an item NSF, it will likely be automatically REPRESENTED by the financial institution where the item was presented at, potentially, resulting in an additional per item Overdraft/NSF Fee of \$37.00. This may occur when the represented item still exceeds the amount of available funds in your account. Representation fees are limited to one per item.
- We will charge your account a \$5.00 Continuous Overdraft Fee. The Continuous Overdraft Fee begins on the eighth business day your account is overdrawn and continues for each business day your account remains overdrawn; there is no limit on the total amount of Continuous Overdraft Fees for each business day your account remains overdrawn.
- The bank does not charge a checking account participating in the Overdraft Privilege Program an NSF fee for transactions that overdraw an account by an aggregate amount of \$4.00 or less.

What if I want Village Bank to authorize and pay overdrafts for ATM and everyday debit card transactions?

**If you want us to authorize and pay overdrafts on ATM and everyday debit card transactions, you must do one of the following:

- Call 804.419.8919 to speak with our Village Customer Care Team.
- Visit www.villagebank.com and use the link to complete the Opt-In form.
- Call or visit a Village Bank branch. Locations can be found at www.villagebank.com.
- Complete, sign and detach the Election Form below and deliver to a local branch or mail to Village Bank, P.O. Box 330, Midlothian, VA 23113, Attn: Village Customer Care.

I would like Village Bank to authorize and pay overdrafts on my ATM and everyday debit card transactions with respect to the account identified below.

Printed Name _____ Date _____

Last 4 digits of Account Number _____ Signature _____