

HANNAFORD ASSOCIATES FEDERAL CREDIT UNION

DISCRETIONARY OVERDRAFT PRIVILEGE DISCLOSURE

Overdraft privilege (referred to as Courtesy Pay) is available to you if your account has been open at Hannaford Associates Federal Credit Union (HAFCU) for at least thirty-days (30), you have a share draft checking account and thereafter you maintain your account in good standing, which includes at least:

- A) Making regular deposits consistent with your past practices.
- B) Depositing an amount equal to or greater than the amount of discretionary overdraft extended to you in your account within the thirty (30) day period and bringing your account to a positive balance.
- C) Not being in default on any loan or obligation to HAFCU and not being subject to any legal or administrative order or levy.

HAFCU will consider, as a discretionary courtesy and not as a right or obligation, approving your reasonable overdrafts. This remains only a discretionary courtesy, and can cease at any time without prior notice of reason or cause. This privilege will be based on an amount derived from historical information contained in your account. This information may include, but is not limited to length of relationship, value of relationship, and prior behavioral patterns. Courtesy Pay limits are determined on at least monthly basis and are subject to change. The current Courtesy Pay fee is Twenty-five Dollars (\$25.00) per item cleared. Any and all fees and charges, including without limitation the non-sufficient funds fees, as set forth in our fee schedules and Membership Application will be included. Fees and charges are subject to change. Please contact us for the most current rate and fee information.

Courtesy Pay will cover checks, ACH transactions, reoccurring debits, ATM, and one-time debit card transactions. For ATM and debit card transaction coverage, you must opt-in to the service in writing. You may change your election at any time.

The total of the discretionary courtesy overdraft (negative) balance, including any and all fees and charges, including non-sufficient funds/overdraft fees are included in your overdraft limit and are due and payable upon demand. The Primary Member and each Authorized Signatory will continue to be liable, jointly and severally, for all such amounts, as described in the Membership Application. Non-payment of an Overdraft will cause the account to be closed and placed in collection.

HAFCU is not obligated to pay any item presented for payment if your account does not contain the sufficient available funds. Any discretionary payment (or other negotiation or processing) by HAFCU of any non-sufficient fund check does not obligate HAFCU to pay any additional non-sufficient funds check or item or to provide prior notice of its discretion to refuse to pay any additional non-sufficient funds check or item.

The Membership Application provided to you at opening of your account with us controls the duties, obligations and rights of the Primary Member, any Signatories, and HAFCU with regard to your checking account. The Membership Application (and all amendments thereto) and its terms shall control any possible conflict, if any, between any of its provisions and those of this Discretionary Overdraft Disclosure. A copy of this Membership Application is available to you on request from HAFCU. For questions or to opt-in to Courtesy Pay for ATM and one-time debit card transactions, please contact member services at 1-800-852-1012.