

Kasasa Cash – Truth In Savings Disclosure

This disclosure contains the rules that govern your deposit account(s)

Account overview:

- Kasasa Cash: A free variable rate checking account with no minimum balance that rewards accountholders with interest and nationwide ATM withdrawal fee refunds when they meet minimum qualifications during the account's Monthly Qualification Cycle.
- Kasasa Saver is a free, variable rate, deposit account with no minimum balance that rewards accountholders with a higher interest rate when they meet the minimum qualifications associated with their linked Kasasa Cash checking account during each Monthly Qualification Cycle.

Purpose and Expected use of Account

This account is intended to be the account holder's primary checking account in which payroll transactions and day to day spending activities including, but not limited to, grocery, gasoline, apparel, shopping, dining, sporting, and entertainment transactions are posted and settled.

Commensurate with the spending activities identified above, we expect the account's debit card to be used frequently throughout each month and for transaction amounts to reflect a wide dollar range. Small debit card transactions conducted on the same day at a single merchant and/or multiple transactions made during a condensed time period particularly near the end of a Monthly Qualification Cycle are not considered normal, day to day spending behavior. For example, five debit card transactions, each for a dollar, conducted at a convenience store, two days before the end of the cycle period would not be considered by our institution as normal, day to day spending behavior. These types of transactions appear to be conducted with the sole purpose of qualifying for the account's rewards and thus will be deemed inappropriate transactions and will not count toward earning the account's rewards.

Independence State Bank reserves the right to determine if the account is being maintained for the purpose other than day to day, primary use. Accountholders who persist in making debit card transactions in a calculated and limited fashion in order to meet their monthly qualifications may have their accounts converted to a different checking account or closed altogether. We also reserve the right to convert the account to a different checking account if the account does not have consistent active use over 6 consecutive Statement Cycles.

We have the right to close this account at any time, with proper notice. Our decision to close the account will not affect your existing obligations to us including any obligation to pay fees or charges incurred prior to termination. No deposits will be accepted, and no checks will be paid after the account is closed. If the account is closed, you will forfeit any rewards that have not yet been credited to your account.

An Independence State Bank check for the remaining balance, if applicable, will be mailed to accountholder at the address indicated on our current records. Upon termination of your Kasasa Cash Account, any optional add-on products/services associated with this account will also be terminated at the same time.

Interest Rate & Annual Percentage Yield (APY*)

- **Compounding & Crediting**

Interest will be credited to your Kasasa Cash account on the last business day of the current statement cycle and transferred to the Kasasa Saver (if linked) the next Business Day. Interest begins to accrue on the business day you deposit noncash items (for example, checks)

“Business Day” means a calendar day other than a Saturday or a Sunday, January 1, the third Monday in January, the third Monday in February, the last Monday in May, June 19, July 4, the first Monday in September, the second Monday in October, November 11, the fourth Thursday in November, or December 25. If January 1, June 19, July 4, November 11, or December 25 falls on a Sunday, the next Monday is not a Business Day.

“Statement Cycle means the period of time for which Independence State Bank provides a summary of the financial activities and transactions that post and settle to the account holder’s account.

- **Balance Computations Method:**

We use the daily balance method to calculate the interest in your Kasasa Cash Account and Kasasa Saver Account (if linked). This method applies a periodic rate to the principal in the account each day for the period. The period we use is the Statement Cycle.

- **Interest Rate & Annual Percentage Yield*:**

When your Kasasa Cash account qualifications are met during a Monthly Qualification Cycle:

Kasasa Cash: daily balances up to and including \$15,000.99 in your Kasasa Cash account earn an interest rate of 2.13% and daily balances of \$15,001.00 and over earn an interest rate of 0.25%, resulting in a range from 0.25% to 2.15% APY* depending on the account’s daily balance.

Kasasa Saver, if linked: daily balances up to and including \$25,000.99 in your Kasasa Saver Account earn an interest rate of 0.75% and daily balances of \$25,001.00 and over earn an interest rate of 0.25%, resulting in a range from 0.25% to 0.75% APY* depending on the account’s daily balance.

Interest begins to accrue on the business day you deposit noncash items (for example, checks)

When your Kasasa Cash account qualifications are not met during a Monthly Qualification Cycle:

Kasasa Cash: ATM withdrawal fees are not refunded and the entire daily balance in the account earns an interest rate of 0.01% APY*, resulting in a 0.01% APY*. Additionally, the entire daily balance in the Kasasa Saver, if linked, earns an interest rate of 0.01% APY*, resulting in a 0.01% APY*.

Interest in Kasasa Cash account will compound if not automatically transferred to the Kasasa Saver account, if linked. Note: Automatic transfer may cause an overdraft to your Kasasa Cash account if the account’s balance is less than the transferred amount when the transfer occurs.

Qualification Information:

To earn your rewards, the following enrollments must be in place and all transactions and activities must post and settle to your Kasasa Cash account during each Monthly Qualification cycle:

- At least 1 direct deposit, ACH credit, or ACH payment transaction(s)
- At least 12 debit card purchases
- Enroll in online banking and have agreed to receive e-statements rather than paper statements

Account transactions and activities may take one or more days to post and settle to the account and all must do so during the Monthly Qualification Cycle in order to qualify for the account's rewards.

The following activities do not count toward earning account rewards: ATM-processed transactions, transfers between accounts, debit card purchases processed by merchants and received by our bank as ATM transaction, non-retail payment transactions and purchases made with debit cards not issued by our bank. Transactions bundled together by merchants and received by our institution as a single transaction count as a single transaction for the purpose of earning account rewards.

"Monthly Qualification Cycle" means the statement cycle preceding the current statement cycle. See our website or contact a bank representative for specific Monthly Qualification Cycle Dates. See our website or contact a bank representative for specific Monthly Qualification Cycle dates.

"Statement Cycle" means the period of time for which our bank provides a summary of the financial activities and transactions that post and settle to the accountholder's account. See our website or contact a bank representative for specific Statement Cycle dates.

Reward Information:

When your Kasasa Cash account qualifications are met during a Monthly Qualification Cycle, daily balances up to and including \$15,000.99 in your Kasasa Cash account earn an interest rate of 2.13% and daily balances of \$15,001.00 and over earn an interest rate of 0.25% resulting in a range from 0.25% to 2.15% APY* depending on the account's daily balance.

In addition, daily balances up to and including \$25,000.99 in your Kasasa Saver account, if linked, earn an interest rate of 0.75% and daily balances of \$25,001.00 and over earn an interest rate of 0.25%, resulting in a range from 0.25% to 0.75% APY* depending on the Kasasa Saver account's daily balance.

You will receive reimbursements up to a maximum aggregate total of \$25.00 (max. \$4.99 per single transaction) for nationwide ATM withdrawal fees incurred within your Kasasa Cash account during that Monthly Qualification Cycle. An ATM receipt must be presented for reimbursements of individual ATM withdrawal fees of \$5.00 or higher. We reimburse ATM withdrawal fees based on estimates when the withdrawal information we receive does not identify the ATM withdrawal fee. If you have not received an appropriate reimbursement, we will adjust the reimbursement amount if we receive the transaction receipt within sixty (60) calendar days of the withdrawal transaction up to the maximum amount.

When your Kasasa Cash account qualifications are not met, the interest rate earned on the account's entire daily balance will be 0.01% resulting in an 0.01% APY* and ATM withdrawal fees are not refunded. In addition, the entire daily balance in the Kasasa Saver account earns an interest rate of 0.01% resulting in a 0.01% APY*

Interest will be credited to your Kasasa Cash account on the last day of the current Statement Cycle, and swept into the Kasasa Saver account, if linked, on the next business day of the next Statement cycle. Interest will be credited to your Kasasa Saver account, if linked, on the last day of the Statement Cycle.

Nationwide ATM withdrawal fee reimbursements will be credited to your Kasasa Saver account, if linked, the last day of the Statement Cycle. If no Kasasa Saver account is linked, Nationwide ATM withdrawal fee reimbursements will be credited to your Kasasa Cash Account on the next Business Day of the next Statement Cycle.

APY= Annual Percentage Yield*. APYs* accurate as of 7/1/2018. Rates, rewards, and bonuses, if any, are variable and may change after the account is opened without notice to you. At our discretion, we may change the interest rate on your account. We may change the interest rate on your account at any time. No minimum balance is required to earn or receive the account's rewards. Rewards less than a penny cannot be distributed. Fees may reduce earnings. You will automatically qualify for the account's rewards during your account's first Statement Cycle. If the account is closed before rewards are credited, you will forfeit the rewards.

Additional information:

Account approval, conditions, qualifications, limits, timeframes, enrollments, log-ons and other requirements apply. No minimum deposit is required to open the Kasasa Cash account. No minimum deposit is required to open the Kasasa Saver account. Enrollment in electronic services (e.g. online banking, e-statements) and log-ons may be required to meet some of the account's qualifications. Limit of one account(s) per social security number. There are no recurring monthly maintenance charges or fees to open or close this account. This account is not to be used for commercial purposes. If the account is closed, you will forfeit any rewards that have not been credited to your account.

You will not receive cancelled checks back with your monthly statement. Check printing fees depends on the style of checks ordered.

FEES – See separate fee schedule for a listing of fees and charges applicable to your account(s)

Account limitations: if Kasasa Saver is established as a savings account:

We reserve the right to at any time require not less than seven days' notice in writing before any withdrawal from an interest-bearing account.

Contact on of our bank service representatives for additional information, details, restrictions, reward calculations, processing limitations, cycle dates, and enrollment instructions. Kasasa, Kasasa Cash, and Kasasa Saver are trademarks of Kasasa, Ltd., registered in the U.S.A.

Member FDIC.

Cycle Date Information:

The following dates apply to our Kasasa account(s). Monthly Qualification Cycle dates are not the same as our Statement Cycle Dates. Please refer to your account's Truth in Savings Disclosure for your account's specific qualification requirements. To qualify for your account's rewards, all of your account's qualifying transactions must post and settle to your specific Kasasa account within the

Monthly Qualification Cycle dates stated below. Transactions bundled together by merchants and received by our institution as a single transaction count as a single transaction for the purpose of earning your account's rewards. Account transactions and activities may take one or more days to post and settle to the account and all must do so during the Monthly Qualification Cycle. In order to qualify for your account's rewards.

		Qualification Cycle		Statement Cycle	
Month	Year	Begin	End	Begin	End
January	2022	12/08/2021	01/11/2022	12/09/2021	01/12/2022
February	2022	01/12/2022	02/08/2022	01/13/2022	02/09/2022
March	2022	02/09/2022	03/08/2022	02/10/2022	03/09/2022
April	2022	03/09/2022	04/12/2022	03/10/2022	04/13/2022
May	2022	04/13/2022	05/10/2022	04/14/2022	05/11/2022
June	2022	05/11/2022	06/07/2022	05/12/2022	06/08/2022
July	2022	06/08/2022	07/12/2022	06/09/2022	07/13/2022
August	2022	07/13/2022	08/09/2022	07/14/2022	08/10/2022
September	2022	08/10/2022	09/13/2022	08/11/2022	09/14/2022
October	2022	09/14/2022	10/11/2022	09/15/2022	10/12/2022
November	2022	10/12/2022	11/08/2022	10/13/2022	11/09/2022
December	2022	11/09/2022	12/13/2022	11/10/2022	12/14/2022

Future Monthly Qualification Cycle and Statement Cycle dates for our Kasasa Accounts will be available to you via our website or through one of our Service Representatives within one of our branches.