

TRUTH IN SAVINGS

Benefits Checking Account

Severn Bank
200 Westgate Cir Ste 200
Annapolis, Maryland 21401
(410)260-2000
severnbank.com

RATE INFORMATION. Please refer to our rate sheet for the rate and annual percentage yield (APY) on this account. You can view our current rate sheet online at: severnbank.com/rates/deposit-rates/.

Your interest rate and annual percentage yield may change.

Determination of Rate. At our discretion, we may change the interest rate on your account.

Frequency of Rate Changes. We may change the interest rate on your account at any time.

Limitations on Rate Changes. There are no maximum or minimum interest rate limits for this account.

COMPOUNDING AND CREDITING. Interest will be compounded daily and will be credited to your account monthly. If the account is closed before interest is posted to the account, then you will receive the accrued interest up to, but not including, the day of closure.

MINIMUM BALANCE REQUIREMENTS. You must deposit \$20.00 to open this account. A monthly service fee of \$10.00 will be imposed every statement cycle if the average daily balance for the statement cycle falls below \$1,000.00.

You may also avoid the monthly service fee if your relationship balance is equal to or greater than \$5,000.00.

You must maintain a minimum average daily balance of \$1,000.00 to obtain the disclosed annual percentage yield. You may also obtain the disclosed annual percentage yield if your relationship balance is equal to or greater than \$5,000.00.

DORMANT/INACTIVE ACCOUNT INFORMATION. A dormant account fee of \$30.00 will be deducted from the account balance when abandoned funds are sent to the state of Maryland. An account will be considered dormant if you have not made a deposit to, withdrawal from, or written to the bank about the account for a period of three years. Under Maryland law, the dormant account would become the property of the State after notice is sent to your last known address.

PROCESSING ORDER. All credit transactions are processed first. Debits, or withdrawals, from your account will be processed as follows: electronic items such as ATM and Preauthorized transactions then checks. The items are processed from lowest to highest within each category. The processing order of these items is important because if there is not enough money in the account to pay for the items in the order they are processed in accordance with the processing order, there may be an overdraft on your account which may result in overdraft or non-sufficient funds fees or an increase in the amount of these fees.

BALANCE COMPUTATION METHOD. We use the average daily balance method to calculate interest on your account. This method applies a periodic rate to the average daily balance in the account for the period. The average daily balance is calculated by adding the principal in the account for each day of the period and dividing that figure by the number of days in the period.

ACCRUAL ON NONCASH DEPOSITS. Interest will be paid on deposited items from the day of deposit include cash and non-cash items. Accrued interest will be adjusted on returned deposit items.

TRANSACTION LIMITATIONS. No transaction limitations apply to this account.

ADDITIONAL INFORMATION REGARDING YOUR ACCOUNT. The Bank may refund up to \$9.00 of ATM surcharges per month if the requirements described herein are met.

FEES AND CHARGES. Your account may be subject to fees. Refer to our fee schedule to determine any applicable fees that may be associated with your account. You can view the current fee schedule online at severnbank.com/rates/fee-schedule/.