

WHAT YOU NEED TO KNOW ABOUT OVERDRAFTS AND OVERDRAFT FEES (Overdraft Privilege)

An *overdraft* occurs when you do not have enough money in your account to cover a transaction, but we pay it anyway. We can cover your overdrafts in two different ways:

1. We have standard overdraft practices that come with your account.
2. We also offer an overdraft protection plan that links to a savings account that may be less expensive than our standard overdraft practices. To learn more, ask us about this plan.

THIS NOTICE EXPLAINS OUR STANDARD OVERDRAFT PRACTICES EFFECTIVE AUGUST 15, 2010

What are the standard overdraft practices that come with my account?

We do authorize and pay overdrafts for the following types of transactions:

- Checks and other transactions made using your checking account number
- Automatic bill payments

We do not authorize and pay overdrafts for the following types of transactions unless you ask us to (see above):

- 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 I be charged if South Jersey Federal Credit Union pays my overdraft?

Under our standard overdraft practices:

- We will charge you a fee of up to **\$35** each time we pay a transaction not covered by your available balance.
- There is no limit on the total fees we can charge you for overdrawing your account.
- There is a predetermined limit on the dollar amount available to you for covering your overdrafts. You will receive a letter advising you of this amount.

What if I want South Jersey Federal Credit Union to authorize and pay overdrafts on my ATM and everyday Debit Card transactions?

If you also want us to authorize and pay overdrafts on ATM and everyday Debit Card transactions, complete the form above and bring it to any branch or mail it to: South Jersey Federal Credit Union, PO Box 5530, Deptford, NJ 08096; Or call 800-582-7640 or visit www.SouthJerseyFCU.com. For all new members, please note that you must qualify for this service. If qualified, you will receive a letter, after a six-month waiting period, activating your Overdraft Privilege.