

First Citizens National Bank **“Truth in Savings” Deposit Account Disclosure**

“For regulatory reporting purposes First Citizens has adopted an internal restructuring of certain deposits which will result in a reclassification of a portion of the balance. This reclassification will not affect the availability of funds, the interest rate, or the fee structure of your account. This disclosure is being made to satisfy regulatory requirements.”

DOGWOOD CHECKING

- Your interest rate and annual percentage yield may change. Variable interest rate determined by management based on current market conditions and subject to change daily. Refer to the last section of this brochure for current rate and annual percentage yield.
- Must maintain a minimum collected balance of \$500.00 in the account each day to obtain the disclosed annual percentage yield.
- Minimum opening balance \$100.00.
- No interest earned on those days the collected balance falls below \$500.00. This method applies a daily periodic rate to the collected balance in the account each day. Interest begins to accrue no later than the business day we receive credit for the deposit of non-cash items (for example, checks.)
- Interest compounded monthly and credited to the account at the end of each statement cycle.
- Monthly statement cycle.
- Unlimited transactions with “THE CHECK CONNECTION” VISA Check card.
- Unlimited FIRST CONNECTION transactions.
- Offers added benefits as detailed in the product brochure.
- Monthly maintenance fee for membership as follows:
Standard Plan \$8.00 - 50 and over \$5.00

REGULAR CHECKING

- Minimum opening balance \$100.00
- Unlimited transactions with “THE CHECK CONNECTION” VISA Check card.
- Unlimited First Connection transactions.
- Monthly statement cycle (check images are included)
- Must maintain a \$500.00 daily balance or a \$1,500.00 average daily balance to avoid a \$5.00 monthly balance requirement fee. Your daily balance on each day is the ending balance of the account from the previous day, plus deposits and minus withdrawals made that business day. Your average daily balance is calculated by adding the daily balance in the account for each day of the statement cycle and dividing that figure by the number of days in the statement cycle.

FIRST CITIZENS FREE CHECKING

- Minimum opening balance \$100.00.
- No monthly maintenance fee and no monthly balance requirement fee.
- Unlimited transactions with “THE CHECK CONNECTION” VISA Check card.
- Unlimited FIRST CONNECTION transactions.
- Statement cycled monthly (does not include check images).

NOW CHECKING

- Your interest rate and annual percentage yield may change. Variable interest rate determined by management based on current market conditions and subject to change daily. Refer to the last section of this brochure for current rate and annual percentage yield.
- Must maintain a minimum collected balance of \$1,000.00 in the account each day to obtain the disclosed annual percentage yield.
- Minimum opening balance \$1,000.00.
- No interest earned on those days the collected balance falls below \$1,000.00. This method applies a daily periodic rate to the collected balance in the account each day. Interest begins to accrue no later than the business day we receive credit for the deposit of non-cash items (for example, checks.)
- Interest compounded monthly and credited to the account at the end of each statement cycle.
- Monthly statement cycle (check images are included).
- Must maintain a \$1,000.00 daily balance or a \$5,000.00 average daily balance to avoid a \$9.00 monthly balance requirement fee. Your daily balance on each day is the ending balance of the account from the previous day, plus deposits and minus withdrawals made that business day.
- Your average daily balance is calculated by adding the daily balance in the account for each day of the statement cycle and dividing that figure by the number of days in the statement cycle.
- Unlimited transactions with “THE CHECK CONNECTION” VISA Check card.
- Unlimited FIRST CONNECTION transactions.

WALL STREET CHECKING

- Your interest rate and annual percentage yield may change. Variable interest rate determined by management based on current market conditions and subject to change daily. Refer to the last section of this brochure for current rate and annual percentage yield.
- Minimum opening balance \$5,000.00
- No interest earned on those days the collected balance falls below \$2,500.00. This method applies a daily periodic rate to the collected balance in the account each day. Interest begins to accrue no later than the business day we receive credit for the deposit of non-cash items (for example, checks.)
- Interest compounded monthly and credited to the account at the end of each statement cycle.
- Must maintain a \$1,000.00 average daily balance to avoid a \$7.00 monthly balance requirement fee. Your average daily balance is calculated by adding the daily balance in the account for each day of the statement cycle and dividing that figure by the number of days in the statement cycle.
- Monthly statement cycle (check images are included).
- Unlimited transactions with “THE CHECK CONNECTION” VISA Check card.
- Unlimited FIRST CONNECTION transactions.

e-SOLUTIONS PLUS ACCOUNT

- Your interest rate and annual percentage yield may change. Variable interest rate determined by management based on current market conditions and subject to change daily.
- Must maintain a minimum collected balance of \$1,000.00 in the account each day to obtain the disclosed annual percentage yield.
- Minimum opening balance \$100.00.
- No interest earned on those days the collected balance falls below \$1,000.00. This method applies a daily periodic rate to the collected balance in the account each day. Interest begins to accrue no later than the business day we receive credit for the deposit of non-cash items (for example, checks).
- Interest compounded monthly and credited to the account at the end of each statement cycle.
- Limited to 5 check/paper transactions per statement cycle. If you exceed the 5 allowed check/paper transactions, there will be a \$2.50 service charge per check/paper transaction over the allowed 5.
- Unlimited transactions with "THE CHECK CONNECTION" Visa Check Card.
- Unlimited "FIRST CONNECTION" transactions
- Free Online Banking and Bill Pay services.
- Electronic monthly statement.

FIRST RATE ACCOUNT

- Your interest rate and annual percent yield may change. Variable interest rate determined by management based on current market conditions and subject to change daily. Refer to the last section of this brochure for current rate and annual percentage yield.
- Minimum opening balance \$7,500.00
- Interest is calculated on the collected balance. This method applies a daily periodic rate to the collected balance in the account each day. Interest begins to accrue no later than the business day we receive credit for the deposit of non-cash items (for example, checks.)
- Interest compounded monthly and credited to the account at the end of each statement cycle.
- Monthly statement cycle (check images are included).
- Must maintain a \$7,500.00 daily balance to avoid a \$15.00 monthly balance requirement fee. Your daily balance on each day is the ending balance of the account from the previous day, plus deposits and minus withdrawals made that business day.
- Permitted up to 6 withdrawals (checks) or transfers per month in any combination as long as you do not exceed the 6 allowed. If you exceed 6 withdrawals or transfers there will be a \$5.00 service charge for each additional withdrawal or transfer paid. Examples of withdrawals or transfers would be writing a check, an in person withdrawal, withdrawal or transfer authorized by telephone, First Connection transfer, or an Online Banking transfer, preauthorized withdrawal or transfer to a third party.
- Currently regulatory rules limit the number of preauthorized transfers and preauthorized transfers to a third party, to 6 per month. Exceeding this limitation could result in the reclassification of your account from a savings account to a transactional account. An example of a third party transfer would be a preauthorized debit for payment of an insurance premium. Examples of a preauthorized transfer would be an Online Banking transfer of funds, a First Connection transfer of funds or an automated transfer of funds to cover an overdraft in a Demand Deposit Account.
- Permitted unlimited ATM withdrawals and transfers with "The Check Connection VISA Check Card". ATM transactions are excluded from the transaction limits mentioned above and are not subject to the service charges for exceeding those limits.
- Accessible through FIRST CONNECTION.

FCNB BUSINESS CHECKING

- Minimum opening balance \$100.00.
- Must maintain an average daily balance of \$7,500.00 in order to avoid a \$5.00 monthly service charge.
- Your average daily balance is calculated by adding the daily balance in the account for each day of the statement cycle and dividing that figure by the number of days in the statement cycle.
- Per item fees:

1 – 100 debits	No Charge
Over 100 debits	\$.10 per item
- Monthly statement cycle (check images are included).
- Unlimited "FIRST CONNECTION" transactions.

FCNB BUSINESS INTEREST CHECKING

- Your interest rate and annual percentage yield may change. Variable interest rate determined by management based on current market conditions and subject to change daily. Refer to the last section of this brochure for current rate and annual percentage yield.
- Minimum opening balance \$1,000.00.
- Must maintain an average daily balance of \$7,500.00 in order to avoid a \$5.00 monthly service charge.
- Your average daily balance is calculated by adding the daily balance in the account for each day of the statement cycle and dividing that figure by the number of days in the statement cycle.
- Must maintain a minimum collected balance of \$1,000.00 in the account each day to obtain the disclosed annual percentage yield.
- No interest earned on those days the collected balance falls below \$1,000.00. This method applies a daily periodic rate to the collected balance in the account each day. Interest begins to accrue no later than the business day we receive credit for the deposit of non-cash items (for example, checks.)
- Interest compounded monthly and credited to the account at the end of each statement cycle.
- Monthly statement cycle (check images are included).
- Unlimited "FIRST CONNECTION" transactions.

REGULAR SAVINGS

- Your interest rate and annual percentage yield may change. Variable interest rate determined by management based on current market conditions and subject to change daily. Refer to the last section of this brochure for current rate and annual percentage yield.
- Minimum opening balance \$100.00.
- Interest is calculated on the daily balance. This method applies a daily periodic rate to the daily balance in the account each day. Interest begins to accrue no later than the business day you deposit non-cash items (for example, checks.)
- Interest compounded daily and credited to the account at the end of each statement cycle.

- Quarterly statement cycle.
- Must maintain a \$250.00 daily balance to avoid a \$3.00 quarterly balance requirement fee. Your daily balance on each day is the ending balance of the account from the previous day, plus deposits and minus withdrawals made that business day.
- Permitted up to 6 withdrawals or transfers per quarter in any combination as long as you do not exceed the 6 allowed. If you exceed 6 withdrawals or transfers there will be a \$2.50 service charge for each additional withdrawal or transfer paid. Examples of withdrawals or transfers would be an in person withdrawal, withdrawal or transfer authorized by telephone, First Connection transfer, or an Online Banking transfer, preauthorized withdrawal or transfer to a third party.
- Currently regulatory rules limit the number of preauthorized transfers and preauthorized transfers to a third party, to 6 per month. Exceeding this limitation could result in the reclassification of your account from a savings account to a transactional account. Examples of a third party transfer would be a preauthorized debit for payment of an insurance premium or a request for a wire transfer of funds. Examples of a preauthorized transfer would be an Online Banking transfer of funds, a First Connection transfer of funds or an automated transfer of funds to cover an overdraft in a Demand Deposit Account.
- Permitted unlimited ATM withdrawals and transfers with "The Check Connection VISA Check Card". ATM transactions are excluded from the transaction limits mentioned above and are not subject to the service charges for exceeding those limits.
- Accessible through FIRST CONNECTION.

FIRST TIME SAVINGS

- Available to anyone 17 years of age or younger.
- Your interest rate and annual percentage yield may change. Variable interest rate determined by management based on current market conditions and subject to change daily. Refer to the last section of this brochure for current rate and annual percentage yield.
- Minimum opening balance \$50.00.
- Interest is calculated on the daily balance. This method applies a daily periodic rate to the daily balance in the account each day. Interest begins to accrue no later than the business day you deposit non-cash items (for example, checks.)
- Interest compounded daily and credited to the account at the end of each statement cycle.
- Quarterly statement cycle.
- No quarterly balance requirement fee.
- Permitted up to 6 withdrawals or transfers per quarter in any combination as long as you do not exceed the 6 allowed. If you exceed 6 withdrawals or transfers there will be a \$2.50 service charge for each additional withdrawal or transfer paid. Examples of withdrawals or transfers would be an in person withdrawal, withdrawal or transfer authorized by telephone, First Connection transfer, or an Online Banking transfer, preauthorized withdrawal or transfer to a third party.
- Currently regulatory rules limit the number of preauthorized transfers and preauthorized transfers to a third party, to 6 per month. Exceeding this limitation could result in the reclassification of your account from a savings account to a transactional account. Examples of a third party transfer would be a preauthorized debit for payment of an insurance premium or a request for a wire transfer of funds. Examples of a preauthorized transfer would be an Online Banking transfer of funds, a First Connection transfer of funds or an automated transfer of funds to cover an overdraft in a Demand Deposit Account.
- Permitted unlimited ATM withdrawals and transfers with "The Check Connection VISA Check Card". ATM transactions are excluded from the transaction limits mentioned above and are not subject to the service charges for exceeding those limits.
- Accessible through FIRST CONNECTION.

ANNUAL PERCENTAGE YIELDS AND INTEREST RATES AS OF NOVEMBER 26, 2012

• DOGWOOD CHECKING

The interest rate for this account is **.40%** with an annual percentage yield of **.40%**. The interest rate and annual percentage rate yield may change.

• NOW CHECKING

The interest rate for this account is **.40%** with an annual percentage yield of **.40%**. The interest rate and annual percentage rate yield may change.

• WALL STREET CHECKING

If your daily collected balance is more than \$2,499.99 but less than \$5,000.00, the interest rate paid on the entire balance will be **.50%** with an annual percentage yield of **.50%**. If your daily collected balance is more than \$4,999.99, but less than \$10,000.00, the interest rate paid on the entire balance will be **.50%** with an annual percentage yield of **.50%**. If your daily collected balance is more than \$9,999.99, but less than \$50,000.00, the interest rate paid on the entire balance will be **.75%** with an annual percentage yield of **.75%**. If your daily collected balance is more than \$49,999.99, but less than \$100,000.00, the interest rate paid on the entire balance will be **.75%** with an annual percentage yield of **.75%**. If your daily collected balance is \$100,000.00 or more, the interest rate paid on the entire balance will be **.85%** with an annual percentage yield of **.85%**. The interest rate and annual percentage yield may change.

• FCNB BUSINESS INTEREST CHECKING

The interest rate for this account is **.50%** with an annual percentage yield of **.50%**. The interest rate and annual percentage rate yield may change.

• FIRST RATE ACCOUNT

If your daily collected balance is \$7,499.99 or less, the interest rate paid on the entire balance will be **.30%** with an annual percentage yield of **.30%**. If your daily collected balance is more than \$7,499.99, but less than \$25,000.00, the interest rate paid on the entire balance will be **.30%** with an annual percentage yield of **.30%**. If your daily collected balance is more than \$24,999.99, but less than \$50,000.00, the interest rate paid on the entire balance will be **.30%** with an annual percentage yield of **.30%**. If your daily collected balance is more than \$49,999.99, but less than \$100,000.00, the interest rate paid on the entire balance will be **.40%** with an annual percentage yield of **.40%**. If your daily collected is \$100,000.00 and above the interest rate paid on the entire balance will be **.60%** with an annual percentage yield of **.60%**. The interest and annual percentage yield may change.

• REGULAR SAVINGS

The interest rate for this account is **.25%** with an annual percentage yield of **.25%**. The interest rate and annual percentage yield may change.

● **FIRST TIME SAVINGS**

The interest rate for this account is .25% with an annual percentage yield of .25%. The interest rate and annual percentage yield may change.

FIRST CONNECTION – 24 HOUR TELEPHONE BANKING

What is First Connection? It is a complimentary telephone service of First Citizens National Bank providing around the clock access to your accounts anywhere, anytime.

Safe and Secure! You may access account information by using a touch tone telephone or by speaking voice commands. Initial access to First Connection will require you to enter your Social Security Number or Tax Identification Number and create a 4 digit PIN (Personal Identification Number).

Confidential and Convenient! By simply calling First Connection, you can verify balances, confirm deposits, determine if specific checks have cleared, request a fax of current activity, transfer funds, receive loan information, and make loan payments

How Do You Access First Connection? Calling First Connection is easy. You simply dial 731.286.5064 for local access or 1.800.381.3262 for long distance access.

EXPLANATION OF OTHER FEES AND TERMS

● **DAILY CUT-OFF TIMES** – Our daily cut-off time is close of business at any of our Branch locations; 4:00 P.M. at our Automated Teller Machines; 5:00 P.M. for Online Banking transactions; 5:00 P.M. for First Connection transactions; and 6:00 P.M. for Commercial Capture Xpress (Merchant Remote Deposit Capture) transactions. Items received after these times will be processed on the next business day.

● **ACCOUNT BALANCING AND RECONCILIATION**.....\$17.50 (per hour, 1 hour minimum)

● **ACCOUNTS CLOSED BY MAIL**.....Checking and Savings Accounts closed by mail will be subject to a \$12.50 fee.

● **CHECKING AND SAVINGS ACCOUNTS CLOSED WITHIN 30 DAYS OF OPENING DATE**.....\$30.00 fee

● **VISA CHECK CARD FEES**.....When using “THE CHECK CONNECTION” debit card at a non -First Citizens Automated Teller Machine, First Citizens will assess your account a \$1.50 fee per withdrawal or transfer made, and a \$.50 fee per balance inquiry. Student Checking accounts are exempt from all ATM fees imposed by First Citizens National Bank.

In addition to First Citizens’ fees, when using a non -First Citizens Automated Teller Machine, the owner of the machine may assess an additional surcharge fee.

● **CALL-IN TRANSFERS FROM ONE ACCOUNT TO ANOTHER**\$2.50

● **CHARGE BACK FEE FOR RETURNED DEPOSITED OR CASHED ITEMS**

Commercial Account Analysis.....\$5.00

All other accounts.....\$5.00

● **CHECKS**.....fee varies depending on Style of Checks Ordered

● **GARNISHMENTS & EXECUTIONS & LEVIES**.....\$75.00

● **NON-SUFFICIENT FUNDS CHARGE (NSF)**.....\$30.00

● **OVERDRAFT CHARGE**.....\$30.00

● **De minimis transactions (Consumer Accounts only):** If the amount of any individual overdraft transaction item is \$5.00 or less, we will not assess a fee for the item. This does not apply to Non-Sufficient Fund Items. (items being returned)

● **PHOTOCOPIES** (per page).....\$.25

● **RESEARCH**.....\$17.50 per hour if research requires more than 1 hour.
\$ 5.00 per statement (with or without images) *No charge to provide copy of the back/endorsement of an imaged check*.

● **STOP PAYMENT ORDERS:**

If you know the required information.....\$25.00

If you do not know the required information.....\$30.00

● **RETURNED MAIL FEE**.....\$5.00

Returned Mail Fee will be assessed monthly on all checking and savings accounts for which we receive returned statements.

● **INCOMING AND OUTGOING DOMESTIC WIRE TRANSFER FEE FOR CUSTOMERS**\$12.00

● **INCOMING INTERNATIONAL WIRE FEE FOR CUSTOMERS**.....\$25.00

● **OUTGOING INTERNATIONAL WIRE FEE FOR CUSTOMERS**.....\$30.00