

TRUTH IN SAVINGS DISCLOSURE

Account Description	
CNB Interest:	A free, variable rate checking account with no minimum balance that rewards accountholders with interest and nationwide ATM fee refunds when they meet minimum qualifications during the account's Monthly Qualification Cycles.
Citizens National Bank of Cheboygan's Expectations	
Purpose & Expected Use:	<p>This account is intended to be the accountholder's primary checking account in which <u>day-to-day</u> spending activities, including but not limited to grocery, gasoline, apparel, shopping, dining, sporting and entertainment transactions are posted and settled.</p> <p>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 <i>are not</i> 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 <u>will not</u> count toward earning the account's rewards.</p> <p>Citizens National Bank of Cheboygan reserves the right to determine if the account is being maintained for a 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 the 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.</p> <p>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 been credited to your account. A Citizens National Bank of Cheboygan check for the remaining balance, if applicable, will be mailed to accountholder at the address indicated on our current records. Upon termination of your CNB Interest account, any optional add-on products/services associated with this account will also be terminated at the same time.</p>
Interest Rate & Annual Percentage Yield	
Compounding & Crediting:	Interest will be compounded on a monthly basis. Interest will be credited to your account on the last day of the current Statement Cycle. Interest begins to accrue

<p>Balance Computation Method:</p> <p>Interest Rate & Annual Percentage Yield (APY):</p>	<p>on the Business Day you deposit noncash items (for example, checks).</p> <p>We use the daily balance method to calculate the interest on your account. This method applies a daily periodic rate to the principal in the account each day.</p> <p>When your CNB Interest account qualifications <u>are met</u> during a Monthly Qualification Cycle, Tier 1: An interest rate of 1.7361% will be paid on the portion of your daily balance that is less than or equal to \$5,000. The annual percentage yield for this tier is 1.7500%. Tier 2: An interest rate of .1998 will be paid on the portion of your daily balance that is greater than \$5,000. The annual percentage yield for this tier will range from 1.7500% to .2700%, depending on the balance in the account. When your CNB Interest account qualifications <u>are not met</u>, the interest rate paid on the entire balance will be .0499 with an annual percentage yield of .0500%.</p>
<p>Account Qualifications</p>	
<p>Qualifications:</p>	<p>To earn your rewards just do the following transactions and activities in your CNB Interest account during each Monthly Qualification Cycle:</p> <ul style="list-style-type: none"> • Have at least 12 debit card purchases post and settle • Be enrolled in and agree to receive e-Statements • Be enrolled in and log into online banking <p>Transactions and activities may take one (1) or more Business Days from the date the transaction or activity occurred to post and settle to the account. 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 transactions, debit card transactions, 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 a period beginning one (1) Business Day prior to the first day of the current Statement Cycle through one (1) Business Day prior to the close of the current Statement Cycle. “Statement Cycle” means the period of time for which Citizens National Bank of Cheboygan provides a summary of the financial activities and transactions that post and settle to the accountholder’s account.</p>

Account Rewards

Rewards	If Qualifications Are Met During Monthly Qualification Cycle	If Qualifications Are <u>NOT</u> Met During Monthly Qualification Cycle
Interest:	(1) An interest rate of 1.7361% will be paid on the portion of your daily balance that is less than or equal to \$5,000 and the annual percentage yield for this tier is 1.7500%. An interest rate of .1998% will be paid on the portion of your daily balance that is greater than \$5,000 resulting in an annual percentage yield for this tier ranging from 1.7500% to .2700% depending on the account's balance and	All balances earn an interest rate of .0499% with an annual percentage yield of .0500% and
ATM Fee Refunds:	(2) You will receive reimbursements up to an aggregate total of \$25 (Maximum \$4.99 per transaction) for nationwide ATM withdrawal fees imposed by other financial institutions and incurred during the Monthly Qualification Cycle in which you qualified. 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 received does not identify the ATM 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.	Nationwide ATM fees are not reimbursed.

<p>APY:</p> <p>Reward Distribution:</p>	<p>APY = Annual Percentage Yield. Rates and rewards are variable and at our discretion may change after account is opened without notice to you. Fees may reduce earnings. APY calculations are based on an assumed total account balance of \$110,000.</p> <p>Interest and ATM fee reimbursements will be credited to the account on the last day of the current Statement Cycle. No minimum balance is required to earn or to receive the account's rewards. Rewards less than a penny cannot be distributed.</p>
<p>Additional Information</p>	
<p>Deposits:</p> <p>Conditions of the Account:</p> <p>Fees:</p> <p>Questions:</p> <p>Account Number:</p> <p>Date:</p>	<p>\$50 minimum deposit is required to open the account.</p> <p>This account is not to be used for commercial purposes and there is a limit of 1 account per social security number. Enrollment in electronic services (e.g. online banking, electronic statements) may be required to meet some of this account's qualifications.</p> <p>We reserve the right to at any time require not less than 7 days' notice in writing before any withdrawal from an interest-bearing account.</p> <p>There are no fees to open or close this account. There are no recurring monthly service charges associated with this account. See accompanying schedule of Other Fee Information for fees that may apply to this account.</p> <p>Contact a Citizens National Bank of Cheboygan Universal Banker for additional information, details and enrollment instructions.</p>