

OVERDRAFT LOAN AGREEMENT

The following are terms and conditions for having a Heart O' Texas Federal Credit Union Overdraft Loan. Please make sure you have read the items listed below and agree to them before you sign up for this service.

- To have the credit union overdraft loan, you must have an established direct deposit that has arrived at the credit union at least once and a checking account that has been open a minimum of 45 days.
- Overdraft loans are paid in full when the next direct deposit regardless of source comes to the credit union and regardless of the direct deposit's frequency.
- If at anytime your direct deposit stops or fails to cover the total overdraft balance, the amount owed will be converted to a payback method and the overdraft loan suspended. If this amount is paid back as agreed the overdraft loan may or may not be reinstated at the credit union's option.
- No person with an unsatisfactory history with Check Systems may be on this account.
- All your loans must be current. At anytime a loan becomes past due (10th day of delinquency) all overdraft privileges will be suspended.
- The credit union may cancel an overdraft loan at anytime with notice to the member of seven calendar days.
- All credit union fees applying to any checking account apply to this and will be added as part of the total overdraft loan balance including an NSF fee for each item.
- Checks (transactions covered by this agreement) will be paid by smallest amount first so that the most number of checks can be paid thus avoiding a large number of NSF fees.
- No interest will be charged on this account.
- This loan will be secured not only by your direct deposit but also by shares and collateral on any other loan or account that you are on.
- The amount of your overdraft loan will be determined by your credit score. If necessary, the credit union will pull a credit report to determine this score.

I have read the above, understand it fully, and agree to these terms. I understand that this account is for an emergency or accidental situation that may cause my checking account to overdraw. I also understand that because of the NSF fees assessed, this account is not intended to be a way of continuously extending my checking account.

Member Date Account Number Credit Union Witness or Notary

Member Date Credit Union Witness or Notary

Overdraft Limit _____ (Can not Exceed Direct Deposit)