

Kasasa Cash®-Truth in Savings Disclosure

This Disclosure along with The Deposit Account Agreement and other disclosures provided at the time you opened your account with us contain the rules that govern your deposit account. The terms of this Disclosure shall control in the event of a conflict with the provisions of any other agreement or disclosure applicable to your account.

Account Description for Kasasa Cash®:

Kasasa Cash is a variable rate checking account with no minimum balance that rewards account holders with interest and nationwide ATM fee refunds when they meet minimum qualifications during the account's Monthly Qualification Cycles.

Eastern CT Savings Bank's Purpose & Expected Use:

The purpose & expected use of this account is intended to be the accountholder's primary checking account in which payroll transactions and day-to-day spending activities including but not limited to grocery, gasoline, apparel, shopping, dining, sporting and entertainment transactions are posted and settled.

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 *are not* 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 will not count toward earning the account's rewards.

Eastern CT Savings Bank 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 their accounts converted to a different checking account or closed altogether. We also reserve the right to convert the account to a different checking account or close the account if the account does not have consistent active use over three (3) consecutive Statement Cycles.

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. An Eastern CT Savings Bank check for the remaining balance, if applicable, will be mailed to accountholder at the address indicated on our current records. Upon termination of your Kasasa Cash account, any optional add-on products / services associated with this account will also be terminated at the same time.

Interest Rate & Annual Percentage Yield:

Interest will be compounded on a daily basis. Interest will be credited to your account on the last day of the current Statement Cycle. If you close your account before the interest is credited, you will receive the accrued interest up to the day before your account is closed. Interest begins to accrue on the Business Day you deposit noncash items (for example, checks).

"Business Day" means a calendar day other than a Saturday or a Sunday or a U.S. federal holiday.

"Statement Cycle" means the period of time for which Eastern CT Savings Bank provides a summary of the financial activities and transactions that post and settle to the accountholder's account. A Statement Cycle begins on the first business day of a month and ends on the last business day of the month.

Balance Computation Method:

We use the daily balance method to calculate the interest on your account. This method applies a periodic rate to the principal in the account each day for the period. The period we use is the Statement Cycle.

Interest Rate & Annual Percentage Yield:

When your Kasasa Cash account qualifications are met during a Monthly Qualification Cycle, the interest rate paid is based on two account balance tiers as follows:

Tier 1: An interest rate of 3.10% will be paid on the portion of your daily balance that is less than or equal to \$20,000.00 and the non-compounding annual percentage yield for this tier is 3.15%.

Tier 2: An interest rate of 0.25% will be paid on the portion of your daily balance that is greater than \$20,000.00 resulting in non-compounding annual percentage yield for this tier ranging from 3.15% to 0.73%, depending on the account's balance

When your Kasasa Cash account qualifications are not met, the interest rate paid on the entire balance will be 0.05% with an annual percentage yield of 0.05%

APY = Annual Percentage Yield. Rates and rewards are variable and at our discretion may change at any time after account is opened without notice to you. Fees may reduce earnings. APY calculations are based on an assumed total account balance of \$120,000.00. Kasasa Cash account and assumed statement cycle of thirty-one (31) days.

Account Qualifications:

To earn your rewards just do the following transactions and activities in your Kasasa Cash account during each Monthly Qualification Cycle as defined below:

- Have at least twelve (12) qualifying debit card purchases post and settle (this happens when your account is debited for the transaction)
- Be enrolled in and agree to receive e-Statements
- One or more Direct Deposit or Automatic Debit (ACH) post and settle. Intra –bank transfers do not count as qualifying Direct Deposit or Automatic Payment

IT IS IMPORTANT TO REMEMBER THAT QUALIFYING DEBIT CARD PURCHASE 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. POSTING AND SETTLEMENT HAPPEN WHEN A QUALIFYING DEBIT CARD PURCHASE TRANSACTION IS DEBITED TO THE ACCOUNT. QUALIFYING DEBIT CARD PURCHASE TRANSACTIONS MUST POST AND SETTLE TO YOUR ACCOUNT DURING A MONTHLY QUALIFICATION CYCLE TO QUALIFY FOR THE ACCOUNT'S REWARDS FOR THAT CYCLE. USE ONLINE BANKING TO LOG IN TO YOUR ACCOUNT TO FIND OUT IN REAL TIME WHEN A QUALIFYING DEBIT CARD PURCHASE TRANSACTION HAS POSTED AND SETTLED TO YOUR 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, 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.

Account Rewards:

If Qualifications are Met During Monthly Qualification Cycle:

(1) **Kasasa Cash:** Tier 1: An interest rate of 3.10% will be paid on the portion of your daily balance that is less than or equal to \$20,000.00 and the non-compounding annual percentage yield for this tier is 3.15%.

Tier 2: An interest rate of 0.25% will be paid on the portion of your daily balance that is greater than \$20,000.00 resulting in non-compounding annual percentage yield for this tier ranging from 3.15% to 0.73%, depending on the account's balance and

(2) You will receive reimbursements, up to an aggregate total of \$25.00 (max. \$9.99 per single 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 \$10.00 or higher. We reimburse ATM withdrawal fees based on estimates when the withdrawal information we receive 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.

If Qualifications are not Met During Monthly Qualification Cycle:

(1) All balances earn an interest rate of 0.05% with an annual percentage yield of 0.05% **and**

(2) Nationwide ATM fees are not reimbursed.

Reward Distribution:

Interest and ATM fee reimbursements will be credited to the account on the last day of the current Statement Cycle, which is the last business day of the month for 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.

Posting Order:

To assist you in handling your account with us, our account posting order is generally as follows: all credit transactions are processed first; next, we process everyday debit card transactions and debit transactions conducted in our branches, at ATMs or online in date and time order; last, we process debits to your account from the lowest check number to the highest, with ACH transactions we process smaller withdrawals to larger. We reserve the right to change this order of payment without notice.

Additional Information:

\$25.00 minimum deposit is required to open the account.

This account is not to be used for commercial purposes and there is a limit of one (1) account per tax reporting owner. Enrollment in some electronic services (e.g. online banking, electronic statements) is required to meet some of this account's rewards qualifications.

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 Fees for other fees that may apply to this account.

Contact an Eastern CT Savings Bank service representative for additional information, details and enrollment instructions.

Member FDIC.

Kasasa Cash is a trademark of Kasasa, Ltd., registered in the U.S.A.