

MCS Bank  
Kasasa Cash® with Kasasa Saver®

This disclosure contains the rules that govern your deposit account as of May 12, 2020.

**Account Overview**

- Kasasa Cash® is 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 Cycle.
- Kasasa Saver® is a free variable rate deposit account with no minimum balance that rewards accountholders with interest when they meet the minimum qualifications associated with their linked Kasasa Cash checking account during each Monthly Qualification Cycle.

**Purpose & Use Expectations**

The Kasasa Cash account that is linked to Kasasa Saver 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. 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.

MCS Bank reserves the right to determine if the Kasasa Cash account is being maintained for a purpose other than day-to-day, primary use. Accountholders who persist in making debit card and 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. The Kasasa Saver account will also be closed if the Kasasa Cash account is converted or closed.

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 MCS 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, your Kasasa Saver account and any optional add-on products / services associated with this account will also be terminated at the same time.

**Interest Rate and Annual Percentage Yield (APY\*)**

**Kasasa Cash**

**Compounding & Crediting:** Interest is not compounded on a monthly basis. If you close your account before the interest is credited, you will not receive the accrued interest. Interest begins to accrue on the Business Day you deposit noncash items (for example, checks).

**Balance Computation Method**

We use the daily balance method to calculate interest on your account. This method applies a daily periodic rate to the principal in the account each day.

**Kasasa Saver**

**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 on the Business Day you deposit noncash items (for example, checks).

### **Balance Computation Method**

We use the daily balance method to calculate interest on your account. This method applies a daily periodic rate to the principal in the account each day.

### **Qualifications**

To earn your rewards all of the following transactions and activities must post and settle to your Kasasa Cash account during each Monthly Qualification Cycle:

- At least one (1) direct deposit / ACH credit transactions
- At least ten (10) debit card purchases
- Be enrolled in and agree to receive e-Statement notifications

Transactions and activities may take one (1) or more business days from the date of the transaction or activity occurred to post and settle the account. The following activities do not count toward earning account rewards: ATM-processed transactions, transfers between accounts and debit-card transactions processed by merchants and received by MCS Bank as ATM transactions.

"Monthly Qualification Cycle" means a period beginning one (1) day prior to the first day of the current Statement Cycle through one (1) day prior to the close of the current Statement Cycle.

"Statement Cycle" means the period of time for which MCS Bank provides a summary of the financial activities and transactions that post and settle to the accountholder's account.

### **Rewards**

When Kasasa Cash qualifications are met during a Monthly Qualification Cycle:

Kasasa Cash - (1) daily balances up to \$15,000 will receive APY\* of 1.50%; and balances over \$15,000.00 earn 0.25% on the portion of the balance over \$15,000.00, resulting in range from 1.50% to 0.41% APY depending on the balance. (2) You will receive reimbursements for nationwide ATM fees incurred during the Monthly Qualification Cycle in which you qualified. If you believe you have not been reimbursed the correct amount of ATM fees you must contact us within thirty (30) calendar days after the Statement Cycle where the reimbursement was applicable in order to receive a refund.

Kasasa Saver - daily balances up to \$15,000 will receive APY\* of 0.05%; and balances over \$15,000.00 earn 0.25% on the portion of the balance over \$15,000.00, resulting in range from 0.50% to 0.28% APY depending on the balance.

When Kasasa Cash qualifications are not met, all balances in your Kasasa Cash and Kasasa Saver earn 0.05% APY and ATM fees are not refunded.

Rates and rewards may change at any time after account is opened. Fees may reduce earnings.

### **Rewards Distribution and Crediting**

Kasasa Cash – Interest and ATM fee reimbursements will be credited to your Kasasa Cash account on the last day of the current statement cycle. Interest and ATM fee reimbursements from your Kasasa Cash account will be transferred to your Kasasa Saver account automatically on the business day following the day they were credited to your Kasasa Cash account.

Kasasa Saver – Interest on your Kasasa Saver will be credited to your Kasasa Saver account on the last day of the current statement cycle.

### **Additional Information**

A \$25 minimum deposit is required to open the account and no minimum balance is required to obtain the account's rewards. You must have a Kasasa Cash account in order to open a Kasasa Saver account, and the Kasasa Cash must remain open throughout the period that you hold the Kasasa Saver account. Monthly direct deposit or automatic ACH withdrawal and enrollment in and agreement to receive e-Statements are a condition of the Kasasa Cash account. This account is not to be used for commercial purposes and there is a limit of one (1) account per social security number. There are no fees to open or close this account. There are no recurring

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monthly service charges associated with this account. See accompanying Fee Schedule for fees that may apply to this account. Enrollment in electronic services (e.g. online banking and electronic statements) may be required to meet some of this account's qualifications. Contact a MCS Bank service representative for additional information, details and enrollment instructions.

\*APY = Annual Percentage Yield