

**SEAFORD FEDERAL
CREDIT UNION
OVERDRAFT
PROTECTION**

1. I hereby authorize Seaford Federal Credit Union to withdraw funds from the following accounts, on which I am an owner, to clear checks in my share draft (checking) account # _____

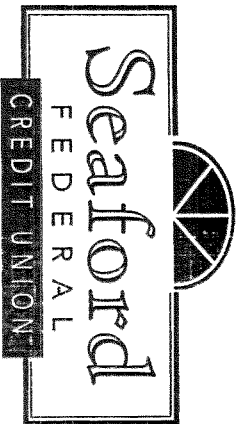
Account # _____

Account # _____

Account # _____

2. If you have been approved for an overdraft loan, would you prefer to have overdrafts handled by a transfer from the above accounts first, or an advance on the loan?
 _____ Transfer first _____ Loan advance first

3. I request to be enrolled in "Overdraft Advance" sm which will cover overdrafts up to \$300.00. I realize that the NSF fee of \$30 will be assessed to each item resulting in an overdraft and that my account will have to be brought to a positive balance within 30 days.
 _____ Yes _____ No



Hours

Monday-Thursday 9 a.m. - 5 p.m.
Friday 9 a.m. - 6 p.m.

ATM Location

30650 Dupont Hwy.
Dagsboro, DE 19939
(Rt. 113S Next to Carey's Insurance)

Loans

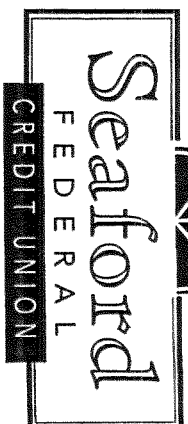
- * Signature/Lines of Credit
- * Vehicles - new & used
- * Mortgages/Construction
- * Student
- * Visa credit card
- * Overdraft Protection

Share (savings) accounts

- * Certificates
- * Looney Tunes
- * IRA
- * Christmas Club
- * Vacation Club
- * Small Business Share/Share Draft

Services

- * Electronic Bill Payment
- * ATM/Visa Check Card
- * website: www.seafordfcu.com
- * Audio Response
- * Online Banking
- * Direct deposit/ACH



Share Draft

(Checking)

Application

24488 Sussex Hwy., Unit 1
Seaford, DE 19973
(302) 629-7852
(302) 629-9125 Fax

30650 Dupont Hwy.
Dagsboro, DE 19939
(302) 934-1774
(302) 629-7852
(302) 297-0016 Fax
1-800-346-SFCCU
www.seafordfcu.com

"The Community Credit Union with you in mind."



24488 Sussex Hwy, Unit 1
Seaford, DE 19973

RE: Overdraft Service on Checking Accounts

Thank you for your continued membership with Seaford Federal Credit Union. You are a valued member and we appreciate the opportunity to provide you with the financial services you require.

The Federal Reserve Board recently passed new regulations requiring all financial institutions to obtain an "Opt-In" form from account holders to continue providing Overdraft Services on ATM and one-time debit card transactions clearing your account. If we do not receive your signed "Opt-In" form, your current overdraft services with Seaford Federal Credit Union will soon not cover ATM and one-time debit card transactions. Please note the new regulations do not affect the current overdraft services that are provided on your ACH or Paper Check transactions.

The changes will begin to affect your account on July 1, 2010. Providing Seaford Federal Credit Union with the "Opt-In" form before July 1, 2010 you can ensure that you do not experience any changes in the services you are presently receiving. You have the option to opt-in or opt-out at anytime.

If you do not provide Seaford Federal Credit Union with the "Opt-In" form on the back of this letter, your ATM and Debit Card transactions will no longer be authorized if funds are not available. All transactions will be handled within the existing policies of your account.

In order to continue receiving the overdraft services that you currently receive, please complete the "Opt-In" form on the back of this document and return the form in the envelope provided to Seaford Federal Credit Union. The enclosed Opt-In form and overdraft services information will provide you with more details about Seaford Federal Credit Union's overdraft procedures. If you have any questions, feel free to call Pat or Zulma at 302-629-7852.

Sincerely,
Kathy Decker
Program & Systems Manager

Important Notice Regarding Your Overdrafts & Overdraft Services For Checking Accounts

An overdraft occurs when you do not have enough money in your account to cover a transaction. As a service, we can cover your overdrafts in three different ways:

1. We have Overdraft Advance courtesy pay that generally comes with your account.
2. We also offer overdraft transfers, a link to a share account, which is less expensive than Overdraft Advance. In most cases, this is already active on your account. Available funds in a designated share account will be accessed before the Overdraft Advance is activated.
3. We also offer overdraft loans to those who apply and qualify. This option could be less expensive than Overdraft Advance; it is not available in addition to Overdraft Advance, but in place of it. To learn more, ask us about these options.

What are the procedures for Overdraft Advance if my account is overdrawn?

- A. We do pay overdrafts for the following types of transactions up to your **\$300.00** Overdraft Advance Limit:
 - Checks and other transactions made using your checking account number
 - Automatic bill payments
- B. We do not authorize and pay overdrafts for the following types of transactions unless you ask us to (see below):
 - ATM transactions*
 - Everyday debit card transactions

Overdraft Advance coverage will be available at our discretion, which means we do not guarantee that we will always authorize or pay any type of transactions.

What fees will I be charged if I overdraft my account?

If we pay the transaction with Overdraft Advance, you will be charged **\$30.00** per transaction for A. transactions above, and for B. transactions, only if you have opted in.

If we do not pay an A. transaction above with Overdraft Advance, you will be charged a **\$30.00** NSF fee per transaction, plus you may then be subject to penalties from the merchant. If you don't opt-in for B. transactions above, your transaction will be declined and you might be charged a small denial fee.

- There is no limit to the number of total fees we can charge you for overdrawing your account.
- Overdraft items will be posted in accordance with Seaford Federal Credit Union's existing checking account procedures.

What if I want Seaford Federal Credit Union to handle my ATM *and everyday debit card transactions as we do today by authorizing and paying overdrafts on my ATM* and everyday debit card transactions after July 1, 2010?

If you want us to authorize and pay overdrafts on ATM* and everyday debit card transactions after July 1, 2010, complete the form below and present it at one of our locations, fax it to 302-629-9125 or mail it to: 24488 Sussex Highway, Unit 1, Seaford, DE 19973. An election by any member on the account will apply to all members on the account.



Overdraft Services Opt-In option for ATM* and one-time debit card transactions

Fax, bring or send this form to Seaford Federal Credit Union.

Effective Date: July 1, 2010

***Applies to checking accounts only!**

I do not want Seaford Federal Credit Union to authorize and pay overdrafts on my ATM*and everyday debit card transactions

I want Seaford Federal Credit Union to authorize and pay overdrafts on my ATM(currently unavailable) and everyday debit card transactions

Signature: _____

Date: _____

Name: _____

Email: _____

Account Number(s):

**Seaford Federal Credit Union
24488 Sussex Highway, Unit 1
Seaford, DE 19973**

*ATM access is currently not offered.