

Funds Availability Disclosure

This policy statement applies to all deposit accounts at Bay State Bank. Our policy is to make funds from your cash and check deposits available to you on the first business day after the day we receive your deposit. Electronic direct deposits will be available on the day we receive the deposit. Once the funds are available, you can withdraw them in cash, and we will use them to pay checks that you have written. Please remember that even after we have made funds available to you, and you have withdrawn the funds, you are still responsible for checks you deposit that are returned to us unpaid and for any other problems involving your deposits. *If you have questions, please ask us when your funds will be available.*

Determining the Availability of a Deposit

The length of delay is counted in business days from the day of the deposit. Every day is a business day except Saturdays, Sundays, and federal holidays for purposes of funds availability. If you make a deposit on a business day that we are open, we will consider that business day to be the day of your deposit. However, if you make a deposit after the close of business or on a day we are not open, we will consider the deposit made on the next business day that we are open. The length of the delay varies depending on the type of deposit and is explained below.

Deposits made at an ATM, Remote Deposit Capture, or Mobile Deposit after 4:00PM may not be considered received until the next business day. Deposits made through the Night Depository may not be considered received same day if dropped after 8:30AM on any given business day. The availability of funds from these deposits may be delayed as a result.

Same Day Availability

Funds from the following deposits are available on the day we receive the deposit:

- Cash Deposits made in person to one of our employees
- Electronic Direct Deposits
- Wire Transfers received prior to 2:00 PM (EST)

Next Day Availability

Funds from the following deposits are available on the first business day after the day of your deposit:

- U.S. Treasury checks that are payable to you
- Wire Transfers received after 2:00 PM (EST)
- Checks drawn on Bay State Savings Bank

If you make the deposit in person to one of our employees, funds from the following deposits are also available on the first business day after the day of your deposit:

- State and local government checks that are payable to you
- Cashier's, Certified and Teller's checks that are payable to you
- Postal money orders that are payable to you
- Federal Reserve Bank checks, Federal Home Loan Bank checks, and postal money orders that are payable to you

Availability of Other Check Deposits

The first \$275 from a deposit of other checks will be available by the first business day after the day of your deposit. The remaining funds will be available by the second business day. The first \$275 from the all other checks each business day will also be made available by the second business day after the day of your deposit. For example, if you deposit \$700 on a Monday, \$275 of the deposit will be available by Tuesday. The remaining \$425 will be available by Wednesday.

Holds on Other Funds

If we cash a check for you that is drawn on another financial institution, we may withhold the availability of a corresponding amount of funds that are already in your account. Those funds will be available at the time funds from the check we cashed would have been available if you had deposited it.

If we accept for a deposit a check that is drawn on another financial institution, we may make funds from the deposit available for withdrawal immediately but delay your availability to withdraw a corresponding amount of funds that you have on deposit in another account with us. The funds in the other account would then not be available for withdrawal until the time periods that are described elsewhere in this Disclosure for the type of check you deposited.

Longer Delays May Apply

Funds you deposit by check may be delayed for a longer period under the following circumstances:

- We reasonably believe a check you deposited will not be paid
- You deposit checks totaling more than \$6,725 on any one day
- You redeposit a check that has been returned unpaid
- You have overdrawn your account repeatedly in the last six months
- There is an emergency, such as failure of computer or communication equipment

We will notify you if we delay your ability to withdraw funds for any of these reasons, and we will tell you when the funds will be available. They will generally be available no later than the seventh business day after the day of your deposit.

Special Rules for New Accounts

If you are a new customer to Bay State Bank, the following rules generally apply during the first 30 days an account is open:

- Funds from electronic direct deposits and in-person cash deposits will be available on the day we receive the deposit
- Funds from deposits of wire transfers and the first \$6,725 of a day's total deposits of Cashier's, Certified, Teller's, Traveler's, and Federal, State, and Local government checks will be available on the first business day after the day of your deposit if the deposit meets certain conditions (for example, the checks must be payable to the account owner)
- The excess over \$6,725 will be available on the seventh business day after the day of your deposit
- If your deposit of these checks (other than a U.S. Treasury check) is not made in person to one of our employees, the first \$6,725 will not be available until the second business day after the day of your deposit
- Funds from all other check deposits will be available on the seventh business day after the day of your deposit