



**This disclosure contains information about terms, fees and interest rates for the Certificate of Deposit accounts we offer:**

**Certificates of Deposit:** The account is an interest-bearing account which pays an interest rate/annual percentage yield in accordance with the First State Bank and Trust Rate Chart. The interest rate/annual percentage yield will be in effect for the term of the instrument. The interest rate/annual percentage yield will not change for the term of the account. Interest will be compounded and credited to the account at maturity if the term of the certificate is 12 months or less. Interest will be compounded and credited quarterly if the term of the certificate is 18 months or greater. If you close the account before interest is credited, you will not receive the accrued interest. A minimum deposit amount is required to open the account. See the *Certificate of Deposit Information Table* below for details regarding the minimum deposit amounts. You must maintain the minimum deposit amount to obtain the disclosed annual percentage yield. The bank uses the daily balance method to calculate interest on the account. This method applies a daily periodic rate to the principal in the account each day. Interest begins to accrue on the business day you deposit non-cash items (for example, checks). You may not make additional deposits into this account. You may not make withdrawals from your account until the maturity date without penalty. If you withdraw any of the principal before the maturity date we may impose a penalty as noted below. The annual percentage yield assumes that interest compounds at maturity if the term of the certificate is 12 months or less. The annual percentage yield assumes that interest compounds quarterly if the term of the certificate is 18 months or greater. A withdrawal will reduce earnings. This account will automatically renew. You will have 10 days after the maturity date to withdraw funds without penalty. See the *Certificate of Deposit Information Table* below for more information regarding the terms, maturity dates, minimum deposit amounts and premature withdrawal penalties for the various time deposits that we offer.

***Certificates of Deposit Information Table***

<b>Term/Maturity Date</b>	<b>Minimum Deposit</b>	<b>Penalty for Premature Withdrawal</b>
91 Days	\$2,500	3 Months' Interest
182 Days	\$2,500	3 Months' Interest
12 Months	\$500	3 Months' Interest
18 Months	\$500	6 Months' Interest
24 Months	\$500	6 Months' Interest
30 Months	\$500	6 Months' Interest
36 Months	\$500	6 Months' Interest
60 Months	\$500	6 Months' Interest
60 Month Flex-Change	\$5,000	6 Months' Interest

**60 Month Flex-Change Certificate of Deposit:** The account is an interest bearing account which pays an interest rate/annual percentage yield in accordance with the First State Bank and Trust Rate Chart. The interest rate/annual percentage yield may change during the term of the account. At your discretion, once during the normal term of the account, you may change the interest rate/annual percentage yield on the account to the interest rate/annual percentage yield on the First State Bank and Trust Rate Chart which most closely matches the remaining term of the account. The interest rate/annual percentage yield change may be locked in at any time. The actual interest rate/annual percentage yield change will occur at first available change date. Change dates are on the first day of the Certificate of Deposit's quarterly cycle. When changed, the interest rate/annual percentage yield will be applicable only to the remaining term of the Certificate of Deposit. In the event of renewal, customer will have the option of exercising their right to change interest rate/annual percentage yield once during the term of the renewed Certificate of Deposit. Interest will be compounded quarterly and will be credited to the account quarterly. If you close the account before interest is credited, you will not receive the accrued interest. \$5,000 is required to open the account. You must maintain a minimum balance of \$5,000 to obtain the disclosed annual percentage yield. The bank uses the daily balance method to calculate interest on the account. This method applies a daily periodic rate to the principal in the account each day. Interest begins to accrue on the business day you deposit non-cash items (for example, checks). You may not make additional deposits into this account. You may not make withdrawals from your account until the maturity date without penalty. Your account will mature in 60 months. If you withdraw any of the principal before the maturity date we may impose a penalty of 6 months' interest. The annual percentage yield assumes that interest compounds quarterly and will remain on deposit until maturity. A withdrawal will reduce earnings. This account will automatically renew. You will have 10 days after maturity date to withdraw funds without penalty.

**Please contact us by mail at First State Bank & Trust, PO Box 219, Tonganoxie, KS 66086 if you have any comments or questions. We can also be reached by telephone at (800) 463-7782.**