

DEBIT CARD HOLDER AGREEMENT



VERMILLION FEDERAL CREDIT UNION
105 East Cherry Street
Vermillion, SD 57069

Dear Cardholder:

This is your contract. Please read it and keep it for your records because when you sign the card application form, you've agreed to its terms. We agree to follow them, also.

The Debit Card(s) (herein called 'card') is issued by or on behalf of the Institution identified herein to the Member(s) for use with such account(s) (each referred to as an 'Account') as described in the member request form upon and subject to the following terms and conditions.

- ◆ If Member's Account(s) is a joint account, Member hereby specifically authorizes any joint account holder to use the Card.
- ◆ The Card is property of the Institution, which may revoke, limit, or suspend its use, or issue a new one at any time without prior notice. The Member will stop using the Card and return it to the Institution immediately upon request. The Card may be automatically impounded at a terminal at any time.
- ◆ Member is responsible for the use of the Card. Member will not authorize or permit any person, except an authorized joint account holder on the account to which the cardholder is also joint, to perform transaction(s). Member will not disclose his Personal Identification Number ('PIN') to any person other than a joint account holder, and he agrees to keep the Card and PIN separated and to take other reasonable steps to assure that in the event the Card is lost or stolen, the finder or thief will not also obtain the PIN.
- ◆ Member authorizes the Institution to charge his Account as indicated when the Card is used by Member or any other person, except as otherwise provided in this Agreement. If any Account is owned jointly with another person, this Agreement is fully binding on all accountholders, and all authorizations and obligations contained herein shall be joint and several, notwithstanding the terms and conditions of any other agreement with the Institution.
- ◆ Member will not overdraft his Account unless he has a preexisting overdraft agreement with the Institution; and if he does have such an agreement, Member will not withdraw more than the funds remaining in his overdraft line of credit. Member will immediately pay any unauthorized overdraft without prior notice or demand.
- ◆ The Member's card(s) may be used to access a line of credit product with the Institution. The member is obligated for credit advances obtained by the use of the Debit Card(s) in accordance with the line of credit agreement; even if such advances(s) is made by the joint account holder named in this agreement, and even if such person is not a party to the line of credit agreement.
- ◆ Card transactions are governed by this Agreement and the terms that apply to any account affected by such transactions, such as agreements, charter, bylaws, rules and regulations as well as any applicable laws. Any banking business transacted by the use of the Card is not consummated until the Institution has verified and processed the transaction on its records according to its usual banking practices, regardless of any receipt produced at the time of the transaction.
- ◆ The Institution makes no claims or warranties with respect to the equipment or the systems, and the Institution shall not be liable for any failure or malfunction of the equipment of system, except as specifically provided by law. Member will examine his periodic statements from the Institution immediately if he believes the Card has been lost or stolen or that someone may have discovered his PIN. Member liability for unauthorized transaction is limited as provided by law. The rules for unauthorized transfers and error resolution are contained in the disclosure statement, which will be provided to you.
- ◆ The Institution has the right to limit the frequency or amounts of withdrawals or to institute fees for Cards or transactions or to change its policies regarding these matters at any time without amending this Agreement, and Institution may charge Member's Account for such fees. Current limits and fees, if any, are contained in the disclosure statements, which will be provided to you. Institution also has the right to establish other terms and conditions set forth herein or so established by mailing advance written notice thereof to Member at the address shown on the records of the institution.
- ◆ Whenever used herein, the masculine pronoun shall refer with like effect to the feminine, and if any Account is a joint account, the singular person, whenever used herein in relation to Member, shall be read as plural.
- ◆ Member may cancel this Agreement at any time by notifying the Institution in writing and returning the Card cut in half. In that event, all rights and obligations for transactions that occurred before the Institution receives notice of cancellation shall be determined by this Agreement.