

Funds Availability Policy

Effective February 2010

Your Ability to Withdraw Funds

In accordance with Regulation CC, it is our policy to delay the availability of funds that you deposit in your account. During the delay, you may not withdraw the funds in cash, and we may not use the funds to pay checks that you have written. The length of the delay is counted in business days from the day of your deposit. Because we give you the credit for a check before we are certain the check funds will be paid, the credit you received may be taken away if a deposit check is returned to Community National Bank.

For determining the availability of your deposits, every day is a business day, except Saturdays, Sundays, and federal holidays. Deposits will be considered as made on the business day deposited. If a deposit is made on a Saturday or Sunday, which are banking days and not business days, the deposit will be considered as made the next business day we are open.

When do Check Deposits Become Available?

When you receive a check made out in your name, you are known as the payee, and the person who signs the check is known as the payor. When you deposit the check, funds are simply added to your account and subtracted from the account of the payor. The practice of making deposited funds available or usable by a particular date (whether or not they are actually collected) is known as availability.

Cash Deposits and electronic direct deposits will have immediate availability on the day we receive the deposit. Funds from the following deposits are available on the first business day after the day of deposit:

- Checks drawn on Community National Bank
- Wire Transfers
- U.S. Treasury Checks that are payable to you
- Postal Money Orders that are payable to you
- Federal Reserve and Federal Home Loan Bank checks that are payable to you
- The First \$100 of a deposit of all other checks

Funds from the following deposits will be available on the next business day after the day of deposit if you use a special deposit ticket available from a Teller or Customer Service Representative at any branch:

- State (New York) and local government checks that are payable to you
- Cashier's, Treasurers, Certified and Teller's checks that are payable to you

Availability of Other Check Deposits

Our policy is to make funds from the deposit of ordinary checks available on the **second** business day after the day of deposit.

Type of Deposit	Availability of Funds After Deposit
All other checks	2nd Day

Type of Deposit	Availability of Monday Deposited Funds
All other checks	Wednesday

The first \$ 100 from a business day's total aggregate deposit of all other checks will be available on the next business day following the day of deposit.

Foreign Checks

Checks drawn on banks outside the United States that are sent for collection instead of being deposited directly into your account. We will put the money into your account after we receive payment for the check from the bank on which it is drawn.

Longer Delays May Apply

Community National Bank may delay your ability to withdraw funds deposited by check into your account an additional number of days for the following reasons:**

- We believe a check you deposit will not be paid.
- You deposit checks totaling more than \$5,000 on any one business day.
- You have overdrawn your account repeatedly in the last six months.
- There is an emergency, such as failure of communications or computer equipment.
- You redeposit a check that has been returned unpaid.

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. The funds will generally be available no later than the seventh (7th) business day after the day of deposit.

*** Community National Bank reserves the right to place holds on accounts or deposits for other reasons when that hold protects Community National Bank from loss.*

Hold 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 or 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 that you deposited.

Special Rules for New Accounts

If you are a new customer, the following special rules will apply during the first 30 days your account is open.

Funds from electronic direct deposits to your account will be available on the day we receive the deposit. Funds from deposits of cash, wire transfers, and the first \$5,000 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 you (and you may have to use a special deposit slip). The excess over the \$5,000 will be available on the ninth 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 \$5,000 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 business day of your deposit.

Deposits at Automated Teller Machines

Deposits to Community National Bank accounts are accepted at our ATMs located at our branch offices only. Deposits made at ATMs that we own or operate at Community National Bank's branch office locations will be treated as if they are made in person to our tellers. Funds will be considered deposited on the next banking day if the deposit is made after 3 P.M. on a business day we are open.

If you need further explanation about any specific deposit or have any questions about your account, please contact us. A representative will be happy to assist you. If you would like additional information about our services which can speed access to your deposits such as Direct Deposit, please contact us for assistance.

Main Office: 200 Middle Neck Road
Great Neck, NY 11021
516-498-9111
516-498-8222 - Fax
www.cnbny.com