

THE SIMPLE, EASY CDARS[®] EXPERIENCE

For many reasons, you've made the decision to deposit your funds at our bank using the CDARS service, including:

- You want your deposits to be eligible for full FDIC insurance.
- You want the convenience of working with a single institution.
- You want the satisfaction of putting your funds to work in the local community.*
- You want your deposits to earn CD-level interest.

So how do you get started? Depositing through CDARS is as easy as 1, 2, 3.

1. Set up your account by completing a CDARS Deposit Placement Agreement. By monitoring your existing relationships, you maintain your eligibility for full FDIC coverage on all deposits—far beyond \$100,000.
2. Agree to an interest rate with us for the CD maturity selected. We will ask you how you would like your interest to be paid—monthly, quarterly, semi-annually, annually, or at maturity—as well as whether interest proceeds should be paid directly to you or into your account with us. Then make your deposit.
3. We will place your funds through CDARS into multiple CDs under \$100,000 at other network institutions to assure that your entire deposit is eligible for full FDIC coverage. When your CDs are issued, you will receive notification confirming your deposit.

ACCOUNT OVERVIEW			
Account ID:	1000099999	Effective Date:	01/22/04
Product Name:	52-WEEK PERSONAL CD	Maturity Date:	01/20/05
Interest Rate:	2.35%	YTD Interest Paid:	\$0.00
Account Balance:	\$106,290.94	YTD Interest Accrued:	\$267.21
The Annual Percentage Yield Earned is 2.377%.			
A summary of your account activity is provided below. If any of the following information is incorrect, or if you have any questions, please contact us at 888-888-8888 , or send an email to banker@abcbank.com .			
CD Issued by Bank A			
YTD Interest Paid:	\$0.00	01/31/04	OPENING BALANCE
YTD Interest Accrued:	\$238.83	02/27/04	ENDING BALANCE
			\$95,000.00
			\$95,000.00
CD Issued by Bank B			
YTD Interest Paid:	\$0.00	01/31/04	OPENING BALANCE
YTD Interest Accrued:	\$28.38	02/27/04	ENDING BALANCE
			\$11,290.94
			\$11,290.94
Thank you for banking with ABC Bank.			

What happens next?

- You will receive a monthly statement that lists all of your CDs, the maturity dates and issuers, as well as your interest earned and other details.
- We are the only people you'll need to deal with at any time or for any service—including deposits, reinvestments, withdrawals, and statements.
- In addition to your monthly statements, you will receive a single year-end 1099 that reports your taxable income (private investors only).

It's as easy and simple as that.

* Because deposited funds are exchanged on a dollar-for-dollar basis with other banks in the network, we can use the full amount of a deposit placed through CDARS for local lending, satisfying some depositors' local investment goals/mandates. Alternatively, with a depositor's consent, our bank may choose to receive fee income instead of deposits from other banks. Under these circumstances, deposited funds would not be available for local lending.

Funds may be submitted for placement only after a depositor enters into the CDARS Deposit Placement Agreement with us. The agreement contains important information and conditions regarding the placement of funds by us. CDARS is a service mark of Promontory Interfinancial Network, LLC.