

**TRUTH IN SAVINGS DISCLOSURES  
THE MIDDLEFIELD BANKING COMPANY**

**(888) 801-1666**

**July 23, 2020**

This disclosure contains information about terms, fees, and interest rates for some of the accounts we offer.

Interest Rates and Annual Percentage Yields will be posted on our website and in our branches. For current rate Information call (888) 801-1666.

**CASH BACK REWARDS CHECKING**

This disclosure includes specific rules that influence your deposit account.

**Minimum balance to open the account:** You must deposit **\$50.00** to open this account.

When the **CASH BACK REWARDS CHECKING** qualifications are met:

**Tier 1\*** – If your MB Debit Card point of sale purchases that post and settle totaling **\$500 to \$999.99**, the monthly cash reward earned will be \$5.00.

**Tier 2\*** – If your MB Debit Card point of sale purchases that post and settle totaling **\$1,000 to \$1,499.99**, the monthly cash reward earned will be \$10.00.

**Tier 3\*** – If your Mb Debit Card point of sale purchases that post and settle totaling **\$1,500 or more**, the monthly cash reward earned will be \$15.00.

**\*Tiers are not cumulative; you may only qualify for one tier per Qualification Cycle.**

**Effect of closing an account:** If you close an account before cash-back rewards or ATM refunds are credited to your account any accrued but uncredited cash back rewards and ATM refunds will be forfeited.

**Fees:**

- A Monthly Paper Statement Fee of \$5.00 will apply any month account is not enrolled in e-statements. Monthly Paper Statement Fee is waived for first 31 days after account is opened.
  - First Statement Cycle ends on the last business day of the calendar month account is opened.
- Please refer to the current Fee Schedule for a complete list of fees and charges that may be assessed against your account.

**CASH BACK REWARDS CHECKING QUALIFICATIONS**

To qualify for **CASH BACK REWARDS CHECKING** cash back each Qualification Cycle:

- Spend a total of \$500 or more in MB Debit Card point of sale purchases that post and settle, AND
- Do one of the following that post and settle: make a direct deposit, mobile deposit, ACH debit, or automatic Middlefield Bank loan payment.

**Additional Terms:**

- "Statement Cycle" begins the calendar day after the previous Statement Cycle ends and runs through the last business day of the calendar month.
- "Qualification Cycle" is the same as your Statement Cycle. Transactions must **post and settle** to your account by the end of business (5:00 PM) on the last business day of a Qualification Cycle to be counted.
- Business days are Monday through Friday not including Federal Holidays.
- Only debit card transactions processed by merchants and received by the bank as point of sale transactions count toward qualifying debit card transactions. Debit card transactions processed by merchants and received by the bank as ATM transactions, non-retail payment transactions, ATM transactions and purchases made with non-Middlefield Bank issued debit cards do not count towards qualifying debit card point of sale transactions. Qualifying transactions must **post and settle** to the account during the Qualification Cycle. Transactions may take one or more business days to post and settle to an account after the date a transaction is made. Intra-bank transfers do not count as qualifying ACH transactions.
- Limit one CASH BACK REWARDS CHECKING account per tax ID number.

## INTEREST REWARDS CHECKING

Interest rate and the annual percentage yield listed below are accurate as of above date. For additional information on the current rate and annual percentage yield, please contact The Middlefield Banking Company at (888) 801-1666.

This disclosure includes specific rules that influence your deposit account.

APY = Annual Percentage Yield

**Minimum balance to open the account** – You must deposit **\$50.00** to open this account.

**Rate Information** - Your interest rate and annual percentage yield may change.

When the **INTEREST REWARDS CHECKING** qualifications are met:

**Tier 1** – If your average daily balance is **\$25,000.00 or less**, the interest rate paid on the balance up to \$25,000 will be **0.25%** with an annual percentage yield (APY) of **0.25%**.

**Tier 2** - An interest rate of **0.10%** will be paid only for that portion of your average daily balance **\$25,000.01 or more** resulting in an APY ranging from 0.25% to 0.14% depending on the account's balance (assuming a maximum account balance of \$100,000).

When the **INTEREST REWARDS CHECKING** qualifications are *not* met:

The interest rate paid on **all balances** will be **0.10%** with an APY of **0.10%**.

**Frequency of rate changes** – At our discretion, we may change the interest rate on your account at any time.

**Compounding and crediting frequency** – Interest will be compounded every **month**. Interest will be credited to your account on the last business day of each statement cycle.

**Balance computation method** – We use the average daily balance method to calculate the interest on your account. This method is applied to a daily periodic rate to the account balance for the period. The average daily balance is determined by adding the principal amount in the account for each day of the period and dividing that amount by the number of days in the period. The period the Bank uses is: Account Statement Cycle.

**Accrual of interest on noncash deposits** – Interest begins to accrue the business day you deposit noncash items (for example, checks).

**ATM fee refunds** - If you have met the qualifications for the monthly Qualification Cycle, we will refund nationwide ATM fees up to **\$15.00** per cycle. A best effort is made to identify those ATM fees eligible for reimbursement, based on information we receive from card networks and ATM operators. Incurred, accrued ATM fees will be credited to your account on the business day qualifications are met for that Qualification Cycle. Additional ATM fees incurred during the cycle will be credited on the business day incurred up to \$15.00 maximum refund per Qualification Cycle.

**Effect of closing an account:** If you close your account before interest rewards or ATM refunds are credited to your account any accrued but uncredited interest and ATM refunds will be forfeited.

**Fees**

- A Monthly Service Fee of \$10.00 will apply any month qualifications are not met. Monthly Service Fee is waived for first statement cycle after account opening.
  - First Statement Cycle ends on the last business day of the calendar month account is opened.
- A Monthly Paper Statement Fee of \$5.00 will apply any month account is not enrolled in e-statements. Monthly Paper Statement Fee is waived for first 31 days after account is opened.
- Please refer to the current Fee Schedule for a complete list of fees and charges that may be assessed against your account.

### INTEREST REWARDS CHECKING QUALIFICATIONS

To qualify for **INTEREST REWARDS CHECKING** interest rewards, nationwide ATM fee refunds, and waived Monthly Service Fee each monthly Qualification Cycle:

- Have at least 10 MB Debit Card point of sale purchases post and settle, AND
- Do one of the following that posts and settles: make a direct deposit, mobile deposit, ACH debit, or automatic Middlefield Bank loan payment.

**Additional Terms:**

- "Statement Cycle" begins the calendar day after the previous Statement Cycle ends and runs through the last business day of the calendar month.
- "Qualification Cycle" is the same as your statement cycle. Transactions must post and settle to your account by the end of business (5:00 PM) on the last business day of a Qualification Cycle to be counted.
- Business days are Monday through Friday not including Federal Holidays.
- Only debit card transactions processed by merchants and received by the bank as point of sale transactions count toward qualifying debit card transactions. Debit card transactions processed by merchants and received by the bank as ATM transactions, non-retail payment transactions, ATM transactions and purchases made with non-Middlefield Bank issued debit cards do not count towards qualifying debit card point of sale transactions. Qualifying transactions must post and settle to the account during the Qualification Cycle. Transactions may take one or more business days to post and settle to an account after the date a transaction is made. Intra-bank transfers do not count as qualifying ACH

- transactions.
- Limit one INTEREST REWARDS CHECKING account per tax ID number.

## RELATIONSHIP REWARDS CHECKING

Interest rate and the annual percentage yield listed below are accurate as of above date. For additional information on the current rate and annual percentage yield, please contact The Middlefield Banking Company at (888) 801-1666.

This disclosure includes specific rules that influence your deposit account.

APY = Annual Percentage Yield

**Minimum balance to open the account** – You must deposit **\$50.00** to open this account.

**Rate Information** - Your interest rate and annual percentage yield may change.

When the RELATIONSHIP REWARDS CHECKING qualifications are met:

**Tier 1** – If your average daily balance in RELATIONSHIP REWARDS CHECKING is up to **\$50,000.00**, the interest rate paid on the balance up to \$50,000 will be **0.35%** with an annual percentage yield (APY) of **0.35%**.

**Tier 2** - An interest rate of **0.10%** with an APY of **0.10%** will be paid for the portion of your average daily balance in RELATIONSHIP REWARDS CHECKING that is **\$50,000.01 or more** resulting in an APY ranging from 0.35% to 0.23% depending on the balance (assuming a maximum account balance of \$100,000).

When the RELATIONSHIP REWARDS CHECKING qualifications are *not* met:

The interest rate paid on all balances in RELATIONSHIP REWARDS CHECKING account will be **0.10%** with an annual percentage yield of **0.10%**.

**Frequency of rate changes** – At our discretion, we may change the interest rate on your account at any time.

**Compounding and crediting frequency** – Interest will be compounded every **month**. Interest will be credited to your account on the last business day of each statement cycle.

**Balance computation method** – We use the average daily balance method to calculate the interest on your account.

This method is applied to a daily periodic rate to the account balance for the period. The average daily balance is determined by adding the principal amount in the account for each day of the period and dividing that amount by the number of days in the period. The period the Bank uses is: Account Statement Cycle.

**Accrual of interest on noncash deposits** – Interest begins to accrue the business day you deposit noncash items (for example, checks).

**Minimum balance to avoid imposition of a fee**- A Monthly Service Fee of \$15.00 will be charged any month that the RELATIONSHIP REWARDS CHECKING qualifications are not met.

**ATM fee refunds** - If you have met the qualifications for the monthly Qualification Cycle, we will refund nationwide ATM fees up to **\$15.00** per cycle. A best effort is made to identify those ATM fees eligible for reimbursement, based on information we receive from card networks and ATM operators. Incurred, accrued ATM fees will be credited to your account on the business day qualifications are met for that Qualification Cycle. Additional ATM fees incurred during the cycle will be credited on the business day incurred up to \$15.00 maximum refund per Qualification Cycle.

**Effect of closing an account:** If you close your account before interest rewards are credited to your account any accrued but uncredited interest will be forfeited.

### Fees

- A Monthly Service Fee of \$15.00 will apply any month the RELATIONSHIP REWARDS CHECKING qualifications are not met.
  - Monthly Service Fee is waived for first statement cycle after account opening. First Statement Cycle ends on the last business day of the calendar month account is opened.
- A Monthly Paper Statement Fee of \$5.00 will apply any month account is not enrolled in e-statements.
  - Monthly Paper Statement Fee is waived for first 31 days after account is opened.
- Please refer to the current Fee Schedule for a complete list of fees and charges that may be assessed against your account.

### RELATIONSHIP REWARDS CHECKING QUALIFICATIONS

To qualify for RELATIONSHIP REWARDS CHECKING Interest Rewards, nationwide ATM fee refunds and waived Monthly Service Fee each monthly Qualification Cycle:

- Maintain an average daily total deposit account balance of \$50,000 or more in any combination of your personal MB Money Market\* or Savings\* or Certificate of Deposits\*accounts, **OR**
- Have an outstanding principal loan balance\*\* of \$50,000 or more on your MB personal loans\*.

### Additional Terms:

- "Statement Cycle" begins the calendar day after the previous Statement Cycle ends and runs through the last business day of the calendar month.
- "Qualification Cycle" ends one business day before statement cycle ends.
- Business days are Monday through Friday not including Federal Holidays.
- Limit one RELATIONSHIP REWARDS CHECKING account per tax ID number.
- \* Business accounts and business loans do not count as qualifying relationship accounts.

- \*\* Principal loan balance does not include any available, unused credit limit.
- IRS Tax ID of Relationship Checking account owner must be an owner, owner/signer or, joint owner of the Money Market or Savings, or borrower/co-borrower on Loan account(s) used to qualify the relationship.