



# Truth-in-Savings Disclosures

## Retail Certificate of Deposit Accounts

### Effective March 1, 2017

This disclosure contains information about your deposit account. Unless it would be inconsistent to do so, words and phrases used in this disclosure should be construed so that the singular includes the plural and the plural includes the singular.

#### **Certificate of Deposit (Retail or IRA)**

##### **Minimum Balance Requirements**

- You must deposit at least \$500.00 to open this account.
- You must maintain a balance of \$500.00 on a daily basis to earn the annual percentage yield disclosed.

##### **Service Charges**

- Please refer to the Service Charge Disclosure for current information regarding additional fees that may be charged.
- IRA Certificate of Deposit:
  - A \$20.00 fee will be assessed for each non-reportable IRA Transfer Request to another Financial Institution.

##### **Rate Information**

- The interest rate and annual percentage yield of your account will be determined on the day we accept your deposit.
- Please refer to the appropriate line item (based on the term of your account) under the subheading “Retail Certificate of Deposit or HSA/IRA Certificate of Deposit” on the rate sheet entitled “Retail Certificates of Deposit”. You will be paid this rate until the maturity date of your account.
- Interest begins to accrue on the business day you deposit the funds (including non-cash deposits) to your certificate account.
- Withdrawal of interest prior to maturity will reduce your earnings. The annual percentage yield assumes interest will remain on deposit until maturity.

##### **Balance Computation Method**

- We use the daily balance method to calculate the interest on the account. This method applies a daily periodic rate to the principal in the account each day.
- Interest is calculated on the daily balance.
- We will calculate interest on the basis of the actual number of days elapsed in a year of 365 days.

##### **Crediting Frequency**

- Interest will be credited to your account quarterly.

##### **Compounding Frequency**

- Interest will be compounded quarterly

##### **Transaction Limitations**

- You may not make any deposits to your account before maturity

(other than credited interest).

- You may make withdrawals of principal from your account before maturity only if we agree at the time you request the withdrawal. Principal withdrawn before maturity is included in the amount subject to early withdrawal penalty.
- You can only withdraw interest credited in the term before maturity of that term without penalty. You can withdraw interest at any time during the term after it is credited to your account.

##### **Time Requirements**

- Terms range from 1 month to 60 months.
- The maturity of your account will be determined by the date we accept your deposit and by the term you have chosen.

##### **Early Withdrawal Penalties**

- If you withdraw any principal before the maturity date and your account has an original maturity date of 12 months or less then we may impose a penalty equal to 3 months interest on the amount withdrawn.
- If you withdraw any principal before the maturity date and your account has an original maturity date of 13 months to 36 months then we may impose a penalty equal to 6 months interest on the amount withdrawn.
- If you withdraw any principal before the maturity date and your account has an original maturity date of 37 months or more then we may impose a penalty equal to 12 months interest on the amount withdrawn.

##### **Automatic Renewable Time Account**

- This account will automatically renew at maturity.
- You must notify us in writing before, or within a 10 day grace period after, the maturity date if you do not want this account to automatically renew.

##### **Flex Certificate of Deposit (Available to Consumers Only)**

##### **Account Opening Requirements**

- You must deposit at least \$500.00 to open this account.
- Principal account balance cannot exceed \$95,000.00.

##### **Service Charges**

- Please refer to the Service Charge Disclosure for current information regarding additional fees that may be charged.

##### **Rate Information**

- The interest rate and annual percentage yield of your account will be determined on the day we accept your deposit.
- Please refer to the appropriate line item (based on the term of your account) under the subheading “Flex Certificate of De-

posit” on the rate sheet entitled “Retail Certificates of Deposit”.

- You must maintain a balance of \$500.00 on a daily basis to earn the annual percentage yield disclosed.
- Interest begins to accrue on the business day you deposit the funds (including non-cash deposits) to your certificate account.
- Withdrawal of interest prior to maturity will reduce your earnings. The annual percentage yield assumes interest will remain on deposit until maturity.
- The interest rate and annual percentage yield will be paid until the maturity date of your account unless you exercise the Flex option explained below.

##### **Flex Option**

- The flex option will give you the ability to exercise a rate increase once during the term of your certificate of deposit by requesting an adjustment to your current Flex Certificate of Deposit Rate.
- If you exercise the Flex option, your Flex Certificate of Deposit will change to a Retail Certificate of Deposit upon the rate increase.
- Flex options can be exercised by calling us, writing us, emailing us or visiting a branch in-person to Flex your rate. You will receive notice of confirmation once your rate change has been processed with your new interest rate and annual percentage yield.
- Upon maturity, if you have not exercised the Flex option your Flex Certificate of Deposit will change to a Retail Certificate of Deposit.

##### **Balance Computation Method**

- We use the daily balance method to calculate the interest on the account. This method applies a daily periodic rate to the principal in the account each day.
- Interest is calculated on the daily balance.
- We will calculate interest on the basis of the actual number of days elapsed in a year of 365 days.

##### **Crediting Frequency**

- Interest will be credited to your account quarterly.

##### **Compounding Frequency**

- Interest will be compounded quarterly.

##### **Transaction Limitations**

- You may not make any deposits to your account before maturity (other than credited interest).
- You may make withdrawals of principal from your account before maturity only if we agree at the time you request the

withdrawal. Principal withdrawn before maturity is included in the amount subject to early withdrawal penalty.

- You can only withdraw interest credited in the term before maturity of that term without penalty. You can withdraw interest at any time during the term after it is credited to your account.

#### **Time Requirements**

- Term of this account is 28 months.
- The maturity of your account will be determined by the date we accept your deposit.

#### **Early Withdrawal Penalties**

- If you withdrawal any principal before the maturity date then we may impose a penalty equal to 6 months interest on the amount withdrawn, calculated using the interest rate at the time of the withdrawal.

#### **Automatic Renewable Time Account**

- This account will automatically renew at maturity as a Retail Certificate of Deposit.
- You must notify us in writing before, or within a 10 day grace period after, the maturity date if you do not want this account to automatically renew.

#### **Add-To Certificate of Deposit (Available to Consumers Only)**

##### **Account Opening Requirements**

- You must deposit at least \$25.00 to open this account.
- Principal account balance cannot exceed \$95,000.00.

##### **Service Charges**

- Please refer to the Service Charge Disclosure for current information regarding additional fees that may be charged.

##### **Rate Information**

- The interest rate and annual percentage yield of your account will be determined on the day we accept your deposit.
- Please refer to the appropriate line item (based on the term of your account) under the subheading “Add-To Certificate of Deposit” on the rate sheet entitled “Retail Certificates of Deposit”.
- You must maintain a balance of \$25.00 on a daily basis to earn the annual percentage yield disclosed.
- Interest begins to accrue on the business day you deposit the funds (including non-cash deposits) to your certificate account.
- Withdrawal of interest prior to maturity will reduce your earnings. The annual percentage yield assumes interest will remain on deposit until maturity.
- The interest rate and annual percentage yield will be paid until the maturity date of your account.

##### **Add-To Option**

- The add-to option will give you the ability to make deposits to the principal balance of your certificate of deposit during the initial term as long as you do not exceed a principal balance of \$95,000.00.
- Deposits can be made by mail, using online banking, in-person by visiting a branch or you may set up an automatic transfer

from your Mercantile checking or savings account to your Add-To Certificate of Deposit by completing an Automatic Transfer Form for Deposit Accounts.

##### **Balance Computation Method**

- We use the daily balance method to calculate the interest on the account. This method applies a daily periodic rate to the principal in the account each day.
- Interest is calculated on the daily balance.
- We will calculate interest on the basis of the actual number of days elapsed in a year of 365 days.

##### **Crediting Frequency**

- Interest will be credited to your account quarterly.

##### **Compounding Frequency**

- Interest will be compounded quarterly.

##### **Transaction Limitations**

- You may make withdrawals of principal from your account before maturity only if we agree at the time you request the withdrawal. Principal withdrawn before maturity is included in the amount subject to early withdrawal penalty.
- You can only withdraw interest credited in the term before maturity of that term without penalty. You can withdraw interest at any time during the term after it is credited to your account.

##### **Time Requirements**

- Term of this account is 35 months.
- The maturity of your account will be determined by the date we accept your opening deposit.

##### **Early Withdrawal Penalties**

- If you withdrawal any principal before the maturity date then we may impose a penalty equal to 6 months interest on the amount withdrawn, calculated using the interest rate at the time of the withdrawal.

##### **Automatic Renewable Time Account**

- This account will automatically renew at maturity.
- You must notify us in writing before, or within a 10 day grace period after, the maturity date if you do not want this account to automatically renew.

#### **Automatic Renewal Jumbo Certificate of Deposit (Retail or IRA)**

##### **Minimum Balance Requirements**

- You must deposit at least \$100,000.00 to open this account.
- You must maintain a balance of \$100,000.00 on a daily basis to earn the annual percentage yield disclosed.

##### **Service Charges**

- Please refer to the Service Charge Disclosure for current information regarding additional fees that may be charged.
- IRA Certificate of Deposit:

- A \$20.00 fee will be assessed for each non-reportable IRA Transfer Request to another Financial Institution.

##### **Rate Information**

- The interest rate and annual percentage yield of your account will be determined on the day we accept your deposit.
- Please refer to the appropriate line item (based on the term of your account) under the sub heading “Jumbo Certificate of Deposit or Jumbo IRA Certificate of Deposit” on the rate sheet entitled “Retail Certificates of Deposit”. You will be paid this rate until the maturity date on your account.
- Interest begins to accrue on the business day you deposit the funds (including non-cash deposits) to your certificate account.
- Withdrawal of interest prior to maturity will reduce your earnings. The annual percentage yield assumes interest will remain on deposit until maturity.

##### **Balance Computation Method**

- We use the daily balance method to calculate the interest on the account. This method applies a daily periodic rate to the principal in the account each day.
- Interest is calculated on the daily balance.
- We will calculate interest on the basis of the actual number of days elapsed in a year of 365 days.

##### **Compounding Frequency**

- Interest will be compounded quarterly

##### **Crediting Frequency**

- Interest will be credited to your account quarterly.

##### **Transaction Limitations**

- You may not make any deposits to your account before maturity (other than credited interest).
- You may make withdrawals of principal from your account before maturity only if we agree at the time you request the withdrawal. Principal withdrawn before maturity is included in the amount subject to early withdrawal penalty.
- You can only withdraw interest credited in the term before maturity of that term without penalty. You can withdraw interest at any time during the term after it is credited to your account.

##### **Time Requirements**

- Terms range from 14 days to 60 months.
- The maturity of your account will be determined by the date we accept your deposit and by the term you have chosen.

##### **Early Withdrawal Penalties**

- If you withdraw any principal before the maturity date and your account has an original maturity date of 14 days to 365 days then we may impose a penalty equal to 3 months interest on the amount withdrawn.
- If you withdraw any principal before the maturity date and your account has an original maturity date of more 366 days to 36 months then we may impose a penalty equal to 6 months interest on the amount withdrawn.
- If you withdraw any principal before the maturity date and your account has an original maturity date of 37 months or more then we may impose a penalty equal to 12 months interest on the amount withdrawn.

### **Automatic Renewable Time Account**

- This account will automatically renew at maturity.
- You must notify us in writing before, or within a 10 day grace period after, the maturity date if you do not want this account to automatically renew.

### **Jumbo Certificate of Deposit (Retail or IRA)**

#### **Minimum Balance Requirements**

- You must deposit at least \$100,000.00 to open this account.
- You must maintain a balance of \$100,000.00 on a daily basis to earn the annual percentage yield disclosed.

#### **Service Charges**

- Please refer to the Service Charge Disclosure for current information regarding additional fees that may be charged.
- IRA Certificate of Deposit:
  - A \$20.00 fee will be assessed for each non-reportable IRA Transfer Request to another Financial Institution.

#### **Rate Information**

- The interest rate and annual percentage yield of your account will be determined on the day we accept your deposit.
- Please refer to the appropriate line item (based on the term of your account) under the sub heading “Jumbo Certificate of Deposit or Jumbo IRA Certificate of Deposit” on the rate sheet entitled “Retail Certificates of Deposit”. You will be paid this rate until the maturity date on your account.
- Interest begins to accrue on the business day you deposit the funds (including non-cash deposits) to your certificate account.
- Withdrawal of interest prior to maturity will reduce your earnings. The annual percentage yield assumes interest will remain on deposit until maturity.

#### **Balance Computation Method**

- We use the daily balance method to calculate the interest on the account. This method applies a daily periodic rate to the principal in the account each day.
- Interest is calculated on the daily balance.
- We will calculate interest on the basis of the actual number of days elapsed in a year of 365 days.

#### **Crediting Frequency**

- Interest will be credited to your account quarterly.

#### **Compounding Frequency**

- Interest will be compounded quarterly.

#### **Transaction Limitations**

- You may not make any deposits to your account before maturity (other than credited interest).
- You may make withdrawals of principal from your account before maturity only if we agree at the time you request the withdrawal. Principal withdrawn before maturity is included in the amount subject to early withdrawal penalty.
- You can only withdraw interest credited in the term before

maturity of that term without penalty. You can withdraw interest at any time during the term after it is credited to your account.

#### **Time Requirements**

- Terms range from 14 days to 60 months.
- The maturity of your account will be determined by the date we accept your deposit and by the term you have chosen.

#### **Early Withdrawal Penalties**

- If you withdraw any principal before the maturity date and your account has an original maturity date of 14 days to 365 days then we may impose a penalty equal to 3 months interest on the amount withdrawn.
- If you withdraw any principal before the maturity date and your account has an original maturity date of 366 days to 36 months then we may impose a penalty equal to 6 months interest on the amount withdrawn.
- If you withdraw any principal before the maturity date and your account has an original maturity date of 37 months or more then we may impose a penalty equal to 12 months interest on the amount withdrawn.

#### **Single Maturity**

- This account will not automatically renew at maturity. If you do not renew the account, interest will not accrue after maturity.

### **Health Savings Account Certificate of Deposit**

#### **Minimum Balance Requirements**

- You must deposit at least \$500.00 to open this account.
- You must maintain a balance of \$500.00 on a daily basis to earn the annual percentage yield disclosed.
- In addition to your Health Savings Account Certificate of Deposit, you must also maintain a Health Savings Account - Checking with Mercantile Bank for the purpose of paying health related expenses. Your Health Savings Account - Checking with Mercantile Bank must have an available balance of at least \$2,500.00 on the date you open your Health Savings Account Certificate of Deposit.

#### **Service Charges**

- There is no monthly service charge for this account.
- Please refer to the Service Charge Disclosure for current information regarding additional fees that may be charged.

#### **Rate Information**

- The interest rate and annual percentage yield of your account will be determined on the day we accept your deposit.
- Please refer to the appropriate line item (based on the term of your account) under the subheading “Retail Certificate of Deposit or HSA/IRA Certificate of Deposit” on the rate sheet entitled “Retail Certificates of Deposit”. You will be paid this rate until the maturity date of your account.
- Interest will begin to accrue no later than the next business day after a deposit is made of non-cash items (for example, checks).
- Withdrawal of interest prior to maturity will reduce your earn-

ings. The annual percentage yield assumes interest will remain on deposit until maturity.

#### **Balance Computation Method**

- We use the daily balance method to calculate the interest on the account. This method applies a daily periodic rate to the principal in the account each day.
- Interest is calculated on the daily balance.
- We will calculate interest on the basis of the actual number of days elapsed in a year of 365 days.

#### **Crediting Frequency**

- Interest will be credited to your account quarterly.

#### **Compounding Frequency**

- Interest will be compounded quarterly

#### **Transaction Limitations**

- You may not make any deposits to your account before maturity (other than credited interest).
- You may make withdrawals of principal from your account before maturity only if we agree at the time you request the withdrawal. Principal withdrawn before maturity is included in the amount subject to early withdrawal penalty.
- You can only withdraw interest credited in the term before maturity of that term without penalty. You can withdraw interest at any time during the term after it is credited to your account.

#### **Time Requirements**

- Terms range from 1 month to 60 months.
- The maturity of your account will be determined by the date we accept your deposit and by the term you have chosen.

#### **Early Withdrawal Penalties**

- If you withdraw any principal before the maturity date and your account has an original maturity date of 12 months or less then we may impose a penalty equal to 3 months interest on the amount withdrawn.
- If you withdraw any principal before the maturity date and your account has an original maturity date of 13 months to 36 months then we may impose a penalty equal to 6 months interest on the amount withdrawn.
- If you withdraw any principal before the maturity date and your account has an original maturity date of 37 months or more then we may impose a penalty equal to 12 months interest on the amount withdrawn.

#### **Automatic Renewable Time Account**

- This account will automatically renew at maturity.
- You must notify us in writing before, or within a 10 day grace period after, the maturity date if you do not want this account to automatically renew.

**Fees could reduce your earnings on your account.  
All accounts are subject to Mercantile Bank of Michigan approval.  
For current rate information call (800) 453-8700.**

**Member FDIC**



## Personal Service Charge Disclosure

Effective February 1, 2017

### ATM Fees

MyCard Debit Card/Replacement Card.....	\$9.95
Replacement ATM or Debit Card.....	\$5.00

### Stop Payment Fees

Stop Payment.....	\$32.00
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### Non Sufficient Funds (NSF) Fees

Paid NSF Item Fee.....	\$32.00
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*(Imposed on overdrafts created by checks, in-person withdrawals, and ACH items that are paid.)* If your account balance at the end of a business day is overdrawn \$10 or less, no per item overdraft fees are charged. You will not be charged for more than 6 paid NSF items per business day.

Returned NSF Fee.....	\$32.00
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*(Imposed when checks & ACH items are returned unpaid.)*

### Returned ACH and Deposit Item Fees

ACH Returns.....	\$9.00
Re-deposited Item.....	\$5.00
Return Deposited Items.....	\$11.00

### Additional Checking Account and Statement Fees

Account Balancing/Research.....	\$25/hour (1 hour minimum)
Check Printing.....	Varies

*Free wallet or duplicate logo checks offered to Community/Senior Community Checking and High Yield Checking accounts.*

Counter Check.....	\$1.00 each
Dormant Account.....	\$5.00
Interim Activity Statement.....	\$3.00 each
Overdraft Protection Transfer from Savings or Checking.....	\$5.00
Statement Copy.....	\$5.00 each
Undeliverable Statement Fee.....	\$5.00

### Official Items (free for Community/Senior Community Checking)

Money Orders.....	\$3.00
Cashier's Checks.....	\$5.00

### Legal Fees

Garnishments and Levies.....	\$75.00
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### Foreign Deposit and Foreign Currency Fees

Collection Items.....	\$25.00
Foreign Deposit Item (for items written in US Dollars).....	\$2.00 per item
Foreign Currency Order Fee	
<i>Next Day Shipping</i> .....	\$10.00
<i>Overnight Priority Shipping</i> .....	\$12.00

### Wire Transfer and Foreign Draft Fees

Foreign Draft.....	\$40.00
Foreign Draft Stop Payment.....	\$75.00
Wire Transfer – Incoming Domestic or Foreign.....	\$10.00
Wire Transfer – Domestic Outgoing.....	\$30.00
Wire Transfer – Foreign Outgoing.....	\$50.00

### Account Closing Fees

Deposit Account Closed Within 90 Days.....	\$25.00
Escheatment Fee.....	\$50.00

### Safe Deposit Boxes

Safe Deposit Box – Drilling Fee.....	\$150.00
Safe Deposit Box – Duplicate or Lost Key.....	\$25.00
Safe Deposit Box Sizes and Annual Fees <i>(size availability varies)</i>	
2x5.....	\$25.00
2x10 or 3x5.....	\$30.00
3x10, 4x4, 4x5, or 5x5.....	\$40.00
5x9 or 5x10.....	\$70.00
7x10.....	\$85.00
10x10.....	\$100.00
10x15 or 11x14.....	\$140.00

### Other Banking Services

Coin Counting.....	5% of total amount
Endorsement Stamps.....	Varies
Fax Service.....	\$2.00 per page
Photocopy.....	\$0.25 per page

### Non-Customer Fees

Check Cashing	
<i>Equal to or less than \$50</i> .....	no charge
<i>Greater than \$50</i> .....	\$5.00
Notary Fee.....	\$5.00





**PERSONAL DEPOSIT RATES  
RETAIL CERTIFICATES OF DEPOSIT**

Mercantile Bank of Michigan  
310 Leonard NW  
Grand Rapids, MI 49504

**As of October 23, 2017**

**Minimum Opening Deposit  
AND Minimum Balance to  
Obtain Annual Percentage**

<b>Account Product Name</b>	<b>Yield</b>	<b>Interest Rate</b>	<b>Annual Percentage Yield</b>
<b>Retail Certificate of Deposit or HSA/IRA Certificate of Deposit</b>			
1 Month	\$500.00	0.10%	0.10%
3 Month	\$500.00	0.15%	0.15%
6 Month	\$500.00	0.20%	0.20%
12 Month	\$500.00	0.65%	0.65%
18 Month	\$500.00	0.70%	0.70%
24 Month	\$500.00	0.80%	0.80%
36 Month	\$500.00	1.29%	1.30%
48 Month	\$500.00	1.39%	1.40%
60 Months	\$500.00	1.79%	1.80%
<b>Flex Certificate of Deposit - available to consumers only - maximum principal balance \$95,000.00</b>			
<i>*Not available for IRAs.</i>			
28 Months	\$500.00	1.79%	1.80%
<b>Add-To Certificate of Deposit - available to consumers only - maximum principal balance \$95,000.00</b>			
<i>*Not available for IRAs.</i>			
35 Months	\$25.00	1.00%	1.00%
<b>Jumbo Certificate of Deposit or Jumbo IRA Certificate of Deposit</b>			
14 - 29 Days - Retail	\$100,000.00	0.10%	0.10%
30- 59 Days - Retail	\$100,000.00	0.15%	0.15%
60 - 89 Days - Retail	\$100,000.00	0.20%	0.20%
90 - 179 Days - Retail	\$100,000.00	0.20%	0.20%
180 - 269 Days - Retail	\$100,000.00	0.30%	0.30%
270 - 365 Days - Retail	\$100,000.00	0.70%	0.70%
13 - 23 Months - Retail	\$100,000.00	0.75%	0.75%
24 - 35 Months - Retail	\$100,000.00	0.85%	0.85%
36 - 47 Months - Retail	\$100,000.00	1.34%	1.35%
48 - 59 Months - Retail	\$100,000.00	1.44%	1.45%
60 Months - Retail	\$100,000.00	1.84%	1.85%

Certificates of deposit are subject to an Early Withdrawal Penalty when principal is withdrawn prior to maturity.  
Fees could reduce earnings on the account.  
Interest rates and Annual Percentage Yields are current as of the above date and may change after account opening.  
For current rate information, call (800) 453-8700  
Member FDIC