



Truth-in-Savings Disclosures

Retail Checking & Savings Accounts

Effective November 1, 2018

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.

The Bank may make a change in your Checking Account that will not affect your available balance, interest earnings, FDIC insurance, or bank statement. This Account will consist of a checking sub account and a savings sub account. For regulatory reporting purposes only, the Bank may periodically transfer funds between these two sub accounts. On a sixth transfer during a calendar month, any funds in the savings sub account will be transferred back to the checking sub account. If your Account is a Plan on which interest is paid, your interest calculation will remain the same. Otherwise, the savings sub account will be non interest bearing. The saving sub account will be governed by the rules governing our other savings accounts.

Simply Checking

Minimum Balance Requirements

- You must deposit at least \$25.00 to open this account.
- There is no minimum balance requirement for this account.

Service Charges

- An account maintenance fee of \$5.00 will be imposed every month if you do not enroll your account in eStatements through our online banking services.
- Please refer to the Service Charge Disclosure for current information regarding additional fees that may be charged.

Community Checking

Minimum Balance Requirements

- You must deposit at least \$25.00 to open this account.
- An account maintenance fee of \$5.00 will be imposed every month if your account does not maintain one of the following for the statement cycle;
 - An average monthly balance of at least \$500.00.

Service Charges

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

Senior Community Checking

(At least one account holder must be age 62 or older)

Minimum Balance Requirements

- You must deposit at least \$25.00 to open this account.
- There is no minimum balance requirement for this account.

Service Charges

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

High Yield Checking

Minimum Balance Requirements

- You must deposit at least \$25.00 to open this account.
- An account maintenance fee of \$12.00 will be imposed every month if your account does not maintain the following; an average monthly balance of at least \$2,500.00 during the statement cycle.

Service Charges

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

Rate Information

- Interest is paid on balances above \$2,500.00. Please refer to the Personal Deposit Rate Sheet subtitled "Checking Accounts" for current Interest Rate information. The interest rate and annual percentage yield for your account depend upon the applicable rate tier.
- This is an interest bearing account. We determine the interest rates at our discretion. At our discretion the interest rate and annual percentage yield may change at any time.
- Interest will begin to accrue no later than the next business day after a deposit is made of non-cash items (for example, checks).
- Interest is calculated on the daily balance and credited and compounded to the account monthly.

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.

Student Account

Minimum Balance Requirements

- You must deposit at least \$25.00 to open this account.
- There is no minimum balance requirement for this account.

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.

Student Account Eligibility Requirements

- To qualify for the Student Account, you must meet the following requirements:
 - Primary owner of the account must be between the ages of 15-17 years of age at the time of account opening.
 - Secondary owner of the account must be a parent or guardian.
 - Secondary owner must sign an Indemnity Agreement For Accounts Held By a Minor form.

- Once the primary owner reaches 23 years of age, the account ceases to be a Student Account and will be switched to our basic personal checking account product. Mercantile Bank of Michigan agrees to notify the primary account owner of the account switch no later than 30 days prior to the effective date of the switch. Upon notification, a Truth-in-Savings Disclosure for the basic personal checking account product will be provided to the primary account owner.

Transaction Limitations

- Transactions made by check on this account will not be permitted.

**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**

Money Market

Minimum Balance Requirements

- You must deposit at least \$25.00 to open this account.
- An account maintenance fee of \$12.00 will be imposed every month if your account does not maintain an average monthly balance of at least \$2,500.00 during the statement cycle.

Service Charges

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

Rate Information

- Please refer to the Personal Deposit Rate Sheet subtitled “Personal Rates - Savings Accounts” for current Interest Rate information. The interest rate and annual percentage yield for your account depend upon the applicable rate tier.
- This is an interest bearing account. At our discretion the interest rate and annual percentage yield may change at any time.
- Interest will begin to accrue no later than the next business day after a deposit is made of non-cash items (for example, checks).
- Interest is calculated on the daily balance and credited and compounded to the account monthly.

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.

Transaction Limitations

- You may make six (6) transfers from your account each monthly statement cycle if by preauthorized or automatic transfer, check, draft, debit card or similar order (including POS transactions) or telephone (including data transmission) agreement, order or instruction. Transfers and withdrawals made in person, by messenger, by mail or at an ATM are unlimited.

Community Savings

Minimum Balance Requirements

- You must deposit at least \$25.00 to open this account.
- An account maintenance fee of \$3.00 will be imposed every month if your account does not maintain one of the following during the statement cycle;
 - an average monthly balance of at least \$200.00.
 - Enrollment in electronic statements.

Service Charges

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

Rate Information

- Please refer to the Personal Deposit Rate Sheet subtitled “Personal Rates - Savings Accounts” for current Interest Rate information.
- This is an interest bearing account. We determine the interest rates at our discretion. At our discretion the interest rate and annual percentage yield may change at any time.
- Interest will begin to accrue no later than the next business day after a deposit is made of non-cash items (for example, checks).
- Interest is calculated on the daily balance and credited and compounded to the account monthly.

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.

Transaction Limitations

- You may make six (6) transfers from your account each monthly statement cycle if by preauthorized or automatic transfer, or telephone (including data transmission) agreement, order or instruction. Transfers and withdrawals made in person, by messenger, by mail or at an ATM are unlimited.

Student Savings

Minimum Balance Requirements

- You must deposit at least \$25.00 to open this account.
- There is no minimum balance requirement for this account.

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.

Student Account Eligibility Requirements

- To qualify for the Student Account, you must meet the following requirements:
 - Primary owner of the account must be less than 18 years of age at the time of account opening.
 - Secondary owner must sign an Indemnity Agreement For Accounts Held By a Minor form.
- Once the primary owner reaches 23 years of age, the account ceases to be a Student Savings and will be switched to our basic personal savings account product. Mercantile Bank of Michigan agrees to notify the primary account owner of the account switch no later than 30 days prior to the effective date of the switch. Upon notification, a Truth-in-Savings Disclosure for the basic personal savings account product will be provided to the primary account owner.

Rate Information

- Please refer to the Personal Deposit Rate Sheet subtitled “Personal Rates - Savings Accounts” for current Interest Rate information. The interest rate and annual percentage yield for your account depend upon the applicable rate tier.
- This is an interest bearing account. At our discretion the interest rate and annual percentage yield may change at any time.
- Interest will begin to accrue no later than the next business day after a deposit is made of non-cash items (for example, checks).
- Interest is calculated on the daily balance and credited and compounded to the account monthly.

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.

Transaction Limitations

- You may make six (6) transfers from your account each monthly statement cycle if by preauthorized or automatic transfer, check, draft, debit card or similar order (including POS transactions) or telephone (including data transmission) agreement, order or instruction. Transfers and withdrawals made in person, by messenger, by mail or at an ATM are unlimited.

IRA Savings/Beneficiary IRA Savings

Minimum Balance Requirements

- You must deposit at least \$25.00 to open this account.
- There is no minimum balance requirement for this account.

Service Charges

- There is no monthly service charge for this account.
- An early closure fee of \$25.00 will be assessed if the account is closed within one year of the opening date.
- A \$20.00 fee will be assessed for each non-reportable IRA Transfer Request to another Financial Institution.
- Please refer to the Service Charge Disclosure for current information regarding additional fees that may be charged.

Rate Information

- Please refer to the Personal Deposit Rate Sheet subtitled “Personal Rates - Savings Accounts” for current Interest Rate information. The interest rate and annual percentage yield for your account depend upon the applicable rate tier.
- This is an interest bearing account. We determine the interest rates at our discretion. At our discretion the interest rate and annual percentage yield may

change at any time.

- Interest will begin to accrue no later than the next business day after a deposit is made of non-cash items (for example, checks).
- Interest is calculated on the daily balance and credited and compounded to the account monthly.

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.

Transaction Limitations

- IRA Savings:
 - All deposits made to an IRA Savings will be treated as a current year contribution unless you contact the Bank in writing and designate otherwise.
- You may make six (6) transfers from your account each four (4) week or similar period, if by preauthorized or automatic transfer, or telephone (including data transmission) agreement, order or instruction. Transfers and withdrawals made in person, by messenger, by mail or at an ATM are unlimited.

MercClub Savings

A timed savings account that matures each year on October 31st. This account will automatically renew at maturity. You must notify us in writing within 10 days of maturity if you do not want this account to automatically renew.

Minimum Balance Requirements

- You must deposit at least \$1.00 to open this account.

MercClub Eligibility Requirements

- You must have a checking or savings account with Mercantile Bank of Michigan attached to the MercClub account. At the maturity date, funds will be transferred to the linked account.

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 Personal Deposit Rate Sheet subtitled “Personal Rates - Savings Accounts” for current Interest Rate information. 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).
- Interest is calculated on the daily balance and credited to the account at 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.

Transaction Limitations

- Maximum balance of the account is \$25,000.00. Deposits that cause the balance to exceed \$25,000.00 will not be posted to the account and will be returned.
 - Deposits to the account are made over a designated 12 month period.
 - You may not make any withdrawals from this account.
- ### **Early Withdrawal Penalties**
- Withdrawals from the account before maturity will result in account closure, a \$10.00 fee and the forfeiture of all accrued interest.

**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 May 1, 2018

**specific fee changes in bold*

Deposit Account Charges

Account Research/Reconciliation (per hour)	\$25.00
ACH Return	\$9.00
Check Printing ¹	Varies
Dormant Account ²	\$5.00
Early Account Closing Fee ³	\$25.00
Endorsement Stamp	Varies
Escheatment	\$50.00
Execution	\$75.00
Fax Service (per page)	\$2.00
Garnishment or Levy	\$75.00
Interim Activity Statement	\$3.00
NSF - Paid Item ⁴	\$32.00
NSF - Returned Item ⁵	\$32.00
Overdraft Protection Transfer	\$5.00
Photocopy (per page)	\$0.25
Redeposited Item	7.00
Replacement ATM or Debit Card	\$5.00
Replacement My Card Debit Card	\$9.95
Returned Deposited Item	\$13.00
Statement Copy	\$5.00
Stop Payment (Check or ACH)	\$32.00
Undeliverable Statement ⁶	\$5.00

Safe Deposit Boxes

Drilling Fee	\$150.00
Duplicate/Lost Key Fee	\$25.00
Sizes and Annual Rent (refer to branch for availability)	
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

Foreign Services

Foreign Deposit Item (written in US dollars)	\$2.00
Foreign Deposit Item (written in foreign currency)	
\$0-\$9,999.99	1.00% of total amount + \$2.00
\$10,000-\$99,999.99	0.50% of total amount + \$2.00
\$100,000 +	0.25% of total amount + \$2.00
Foreign Collection Item (plus handling fees)	\$55.00
Foreign Draft	\$75.00
Foreign Draft – Stop Payment	\$75.00
Foreign Draft – sent for collection (plus handling fees)	\$55.00
Foreign Currency Order – Next Day Shipping	\$10.00
Foreign Currency Order – Overnight Priority Shipping	\$12.00

Wire Services

Incoming Wire	\$10.00
Branch Outgoing Domestic Wire	\$30.00
Branch Outgoing Foreign Wire – USD	\$75.00
Branch Outgoing Foreign Wire – Foreign Funds	\$75.00

Other Banking Services

Coin Counting	5% of total
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Monetary Instruments

Cashier's Check ⁷	\$5.00
Counter Check	\$1.00
Money Order ⁷	\$3.00

Non-Customer Fees

Check Cashing	
\$50 or less	\$0.00
\$50.01-\$9,999.99	\$5.00
\$10,000.00 +	\$25.00
Notary	\$5.00

¹ Free wallet or duplicate logo checks offered on Community, Senior Community, and High Yield Checking accounts.

² A dormant account fee will be assessed monthly when an account has had no deposit or withdrawal activity (other than fees or posted interest) for a period of 24 months.

³ An early account closing fee will be charged if account is closed within 90 days of opening.

⁴ A Non-Sufficient Funds (NSF) Paid Item Fee may be imposed on overdrafts created by checks, in-person withdrawal or items presented electronically. If the account balance at the end of a business day is overdrawn \$10.00 or less, no per item overdraft fees are charged. A maximum of six (6) NSF Paid or Returned Item Fees will be assessed per business day.

⁵ A Non-Sufficient Funds (NSF) Returned Item Fee may be imposed when checks or items presented electronically are returned unpaid. If the account balance at the end of a business day is overdrawn \$10.00 or less, no per item overdraft fees are charged. A maximum of six (6) NSF Paid or Returned Item Fees will be assessed per business day.

⁶ Charge assessed monthly until Bank receives updated address information.

⁷ Free cashier's checks and money orders on Community and Senior Community Checking accounts.

Personal Deposit Rate Sheet

Effective Date:

November 1, 2018



Interest Rate and APY (Annual Percentage Yield) are applicable as of the effective date and may change daily at Mercantile Bank's discretion. For current rate information, please call (800) 453-8700. Fees could reduce earnings on accounts.

CHECKING ACCOUNTS

High Yield Checking \$25 minimum opening balance requirement \$2,500 required to obtain APY		
Interest Rate Tier	Interest Rate	APY
\$0.01 - \$2,499.99	N/A	N/A
\$2,500.00 - \$9,999.99	0.05%	0.05%
\$10,000.00 - \$24,999.99	0.05%	0.05%
\$25,000.00 - \$49,999.99	0.10%	0.10%
\$50,000.00 +	0.10%	0.10%

Health Savings Account - Checking (Individual or Family Plan) \$0 minimum opening balance requirement		
Interest Rate Tier	Interest Rate	APY
\$0.01 - \$4,999.99	0.05%	0.05%
\$5,000.00 - \$14,999.99	0.10%	0.10%
\$15,000.00 +	0.20%	0.20%

NON-INTEREST BEARING CHECKING

\$25 minimum opening balance requirement		
Product Name	Interest Rate	APY
Simply Checking	N/A	N/A
Community Checking	N/A	N/A
Senior Community Checking	N/A	N/A
Student Checking	N/A	N/A

CERTIFICATES OF DEPOSIT²

Standard Retail / H.S.A. / IRA \$500 minimum opening deposit requirement		
Term	Interest Rate	APY
1 Month	0.50%	0.50%
3 Month	0.75%	0.75%
6 Month	1.00%	1.00%
12 Month	1.69%	1.70%
18 Month	1.84%	1.85%
24 Month	1.99%	2.00%
36 Month	2.18%	2.20%
48 Month	2.48%	2.50%
60 Month	2.77%	2.80%

SAVINGS ACCOUNTS

Money Market \$25 minimum opening balance requirement		
Interest Rate Tier	Interest Rate	APY
\$0.01 - \$24,999.99	0.35%	0.35%
\$25,000.00 - \$99,999.99	0.45%	0.45%
\$100,000.00 +	0.60%	0.60%

Community Savings \$25 minimum opening balance requirement		
Interest Rate Tier	Interest Rate	APY
\$0.01 +	0.10%	0.10%

Student Savings \$25 minimum opening balance requirement		
Interest Rate Tier	Interest Rate	APY
\$0.01 +	0.10%	0.10%

MercClub Savings ¹ \$1 minimum opening balance requirement		
Interest Rate Tier	Interest Rate	APY
\$0.01 +	0.25%	0.25%

IRA Savings \$25 minimum opening balance requirement		
Interest Rate Tier	Interest Rate	APY
\$0.01 - \$24,999.99	0.35%	0.35%
\$25,000.00 - \$99,999.99	0.45%	0.45%
\$100,000.00 +	0.60%	0.60%

¹This account's interest is paid upon distribution.

²Certificates of deposit are subject to an Early Withdrawal Penalty when principal is withdrawn prior to maturity.

