

EXCESS DEPOSIT PROTECTION
FREQUENTLY ASKED QUESTIONS
December 2008

1) Is there a difference between FDIC Insurance and Excess Deposit Protection?

Answer: Although coverage to your accounts is the same, there are several separate programs that Mutual of Omaha Bank uses to obtain this coverage. These programs are described below:

- a) Recent changes to FDIC¹ coverage has made it available for unlimited deposit totals on non-interest bearing checking accounts and NOW Checking Accounts. This new program is effective through 12-31-2009.
- b) Standard FDIC Insurance coverage is for all account types (interest bearing and non-interest bearing checking, savings, Certificates of Deposit, etc.). It was limited to \$100,000 in the past however coverage has recently been increased to a new limit of \$250,000. This program is effective through 12-31-2009.
- c) Excess Deposit Protection: This is a separate program paid for by Mutual of Omaha Bank. This protection covers all deposits in Money Market Accounts that exceed the standard FDIC coverage, up to \$5,000,000 per Tax ID number. All Management Company and HOA Money Market accounts with Mutual of Omaha Bank are covered by this program. Excess Deposit Protection does not cover Certificates of Deposits.

2) Does this coverage apply to all accounts at Mutual of Omaha Bank?

Answer: Excess Deposit Protection is available to HOA Management Company and HOA Money Market accounts. Personal accounts of individual Board members or Management Company Employees are not covered by the Excess Deposit Protection plan; they are covered by the standard FDIC coverage of \$250,000.

3) My accounts are with Community Association Banc. Are they covered?

Answer: Yes. Community Association Banc is a division of Mutual of Omaha Bank. All Community Association Banc accounts are actually accounts of Mutual of Omaha Bank. All FDIC and Excess Deposit Protection coverage is provided under Mutual of Omaha Bank.

4) How do I calculate my coverage if my HOA or HOA Management Company has money held in a combination of non-interest bearing checking accounts, interest bearing checking accounts, Certificates of Deposit, and CDAR's?

¹ For more information on FDIC coverage please visit <http://www.fdic.gov/regulations/resources/TLGP/faq.html>.

EXCESS DEPOSIT PROTECTION
FREQUENTLY ASKED QUESTIONS
December 2008

Answer: Determine your coverage by following these simple steps:

- a) Your non-interest bearing checking, NOW interest-bearing checking, and CDAR accounts are each covered by separate FDIC Insurance, regardless of the amount on deposit. This coverage is in addition to the standard FDIC \$250,000 coverage.
- b) The balances in your Mutual of Omaha Bank Certificates of Deposit are covered as follows:
 - i) The first \$250,000 on deposit is covered by FDIC's standard bank insurance coverage.
 - ii) Amounts held in excess of \$250,000 are not covered by FDIC Insurance or the Excess Deposit Protection program.
**Please contact your RAE or Relationship Manager to discuss other options to provide the protection you are looking for.
- c) The balances in your Mutual of Omaha Bank HOA and Management Company Money Market accounts are covered up to \$5,000,000, by our Excess Deposit Protection plan at no cost to you.

5) What will I get to confirm my coverage under the Excess Deposit Protection program?

Answer: This program has been made possible by the Travelers Casualty and Surety Company of America² in cooperation with Mutual of Omaha Bank. A letter will be sent to the management company each month detailing coverage for each account. A certificate from Travelers can also be provided on request by contacting your Relationship Manager.

6) How can I learn more about the strength of Mutual of Omaha Bank and its parent company?

Answer: Mutual of Omaha Bank is proud of our parent company's 99 year history and strong financial foundation. We are also fortunate to have outstanding capital balances that have positioned us as a solid banking organization. To learn more about Mutual of Omaha, please contact your RAE (sales rep.).

² To review the financial strength of Travelers Insurance, please visit <http://www.travelers.com/corporate-info/about/financialStrength.aspx>

EXCESS DEPOSIT PROTECTION
FREQUENTLY ASKED QUESTIONS
December 2008

Potential Customer Scenarios

Deposit Scenario #1 – No Excess Protection Required

Checking (Operating) Accounts	=	\$100,000	<i>Non-Interest Bearing & NOW Acct. balances are covered by FDIC</i>
Certificates of Deposit Totals	=	\$200,000	<i>\$250,000 is covered by FDIC, \$50,000 in coverage remains</i>
Money Market Accounts	=	<u>\$ 50,000</u>	<i>Covered by remaining FDIC protection</i>
	=	\$350,000	

Excess Deposit Protection Coverage = \$0 *All deposits are covered by the Standard FDIC insurance*

Deposit Scenario #2 – CD Balances exceed \$250,000

Checking (Operating) Accounts	=	\$ 20,000	<i>Non-Interest Bearing & NOW Acct. balances are covered by FDIC</i>
Certificates of Deposit Totals	=	\$280,000	<i>Up to \$250,000 is covered by FDIC, \$30,000 remains uninsured</i>
Money Market Accounts	=	<u>\$ 50,000</u>	<i>Covered by Excess Deposit Protection Program</i>
	=	\$350,000	

Excess Deposit Protection Coverage = \$ 50,000 *Coverage does not apply to CD balances in excess of the standard \$250,000 FDIC coverage*

Deposit Scenario #3 – CD Balances equal \$250,000

Checking (Operating) Accounts	=	\$ 50,000	<i>Non-Interest Bearing & NOW Acct. balances are covered by FDIC</i>
Certificates of Deposit Totals	=	\$250,000	<i>\$250,000 is covered by FDIC</i>
Money Market Accounts	=	<u>\$ 50,000</u>	<i>Covered by Excess Deposit Protection Program</i>
	=	\$350,000	

Excess Deposit Protection Coverage = \$ 50,000 *Coverage applied to excess Money Market balances*

Deposit Scenario #4 – CD Balances are less than \$250,000

Checking (Operating) Accounts	=	\$ 50,000	<i>Non-Interest Bearing & NOW Acct. balances are covered by FDIC</i>
Certificates of Deposit Totals	=	\$200,000	<i>\$200,000 is covered by FDIC, \$50,000 in coverage remains</i>
Money Market Accounts	=	<u>\$100,000</u>	<i>\$50,000 is covered by FDIC, \$50,000 is covered by the Excess Deposit Protection Program</i>
	=	\$350,000	

Excess Deposit Protection Coverage = \$ 50,000 *Coverage applied to excess Market balances after \$250,000 Standard FDIC insurance is deducted*