

FDIC Insurance Information

Regarding FDIC Insurance, as you may be aware, FDIC insurance generally covers depositors' accounts in any bank up to \$250,000. American Bank & Trust will be acquiring Farmers State Bank. Therefore, if, as a result of this acquisition, you will have funds on deposit at American Bank & Trust in excess of \$250,000, you should pay particular attention to this information. In accordance with Section 8(q) of the Federal Deposit Insurance Act, in a transaction such as this, where the deposits of one financial institution are transferred to another financial institution, separate insurance on the transferred deposits will continue for six (6) months after the date of transfer, or in the case of time deposits (certificates), the earliest maturity date after the expiration of the six (6) month period. In other words, if the transfer of deposits from Farmers State Bank to American Bank & Trust causes your deposits at American Bank & Trust to exceed \$250,000, your deposits in excess of \$250,000 will be insured by the FDIC for six (6) months from the date the transaction takes effect, or, in the case of time deposits, the earliest maturity date after the six (6) month period.

If you have any questions, or if your deposits at American Bank & Trust will be in excess of \$250,000, please give us a call at 605-732-4264.