



Authorization for Automatic Debit

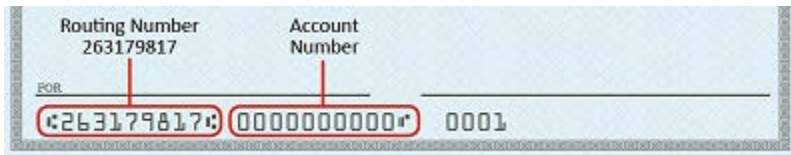
Signing up for automatic debits to pay your BankNewport loan is a convenient way to save time and postage and ensures payments are always on time! Taking advantage of this free service is easy: review the Terms & Conditions, complete all sections of the form, sign and date. Return the completed form to any BankNewport branch. Alternatively, you may mail or fax the completed form using the information in the contact section of the Terms & Agreements

Section 1: Customer Loan Information

Section 2: Financial Institution Information

Customer Name	Financial Institution Name
Address	Financial Institution Routing Number
Loan Account Number	Name(s) As Shown On Account
Telephone Number	Account Number – Specify checking or savings <input type="checkbox"/> Checking <input type="checkbox"/> Savings

Your financial institution's routing number and your account number can be located on your check as shown in this example.



Section 3: Payment Information

Minimum payment amount per Promissory Note/Agreement \$ _____	Specific payment amount – must be above minimum payment amount. Additional funds will be applied to principal only. \$ _____	Payment date – For Mortgage Loans Only - Specify draft date between the 1 st and 7 th of the month. Draft on the _____ of the month
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Section 4: Signature

By signing below, I acknowledge that I have reviewed the Automatic Debit Authorization Terms & Conditions. I further authorize BankNewport to initiate debit entries to the financial institution defined in Section 2 of this form for the amount specified in Section 3. I understand that this authorization will remain in effect until (1) all payments required by the Promissory Note/Agreement have been satisfied or (2) BankNewport receives notification from me to revoke this authorization. I acknowledge that the origination of ACH transactions to my account must comply with the provisions of U.S. law.

Customer Signature

Date



Automatic Debit Authorization Terms & Conditions

Payment Information

Automatic payments will begin with the next unbilled statement cycle after the completed form has been received. If automatic payments cannot be established for any reason, such as an incorrect routing number, BankNewport will contact you to discuss the issue. This may cause a delay in your automatic payments. You will still be responsible to make any billed payments until the automatic payments have been established.

Loan accounts must be in a current status in order to enroll in automatic debits. If there is a past due amount, the account must be brought to a current status before enrolling in the automatic debit plan. Loans must maintain a current status. Automatic debits will not take place for loans that are past due.

Billing statements generated after automatic payments have been established will state the payment amount due that will be withdrawn from the designated account. In the event that an additional amount above the minimum amount due was elected, that amount will be withdrawn from the designated account.

If you make additional, non-scheduled payments on your loan, the payments may advance your monthly payment due date, thereby interrupting the automatic payment schedule. To avoid this, please specify on your payment coupon or other payment method that the additional payment should be applied to "principal only".

If the loan due date (or specified draft date for mortgage loans) falls on a weekend or holiday, payments will be executed on the following business day.

Fee Assessments

If, for any reason, BankNewport is unable to deduct payments from your account, you are still required to remit your monthly payment amount. If your payment is returned unpaid, BankNewport will not resubmit a second time. You will receive notification that the automatic debit failed, and are responsible for making that month's payment. Returned payments may result in a late charge assessment on your loan account if payment is not received by the end of the grace period as outlined in your Promissory Note/Agreement. Late charge assessments will not be drafted in the next monthly amount due. These charges will appear on your next billing statement and must be paid outside of the automatic debit process.

Change of Draft Date or Amount

To request changes to the draft date originally chosen, or to change the specified monthly payment amount, please contact the Loan Servicing department using one of the methods listed under the Contact Information section below.

Cancellation of Automatic Debits

BankNewport must be notified at least three (3) business days prior to the due date or specified draft date by writing, faxing or calling the Loan Servicing department using the contact information below. If cancelling an existing auto draft debit and your account received a rate discount for utilizing automatic debits, you may be subject to a rate increase if automatic debits are cancelled. Refer to your original Promissory Note/Agreement regarding automatic debit discount rate information if applicable.

BankNewport reserves the right to terminate automatic debits with notice to you. Reasons for termination include, but are not limited to: deposit account closure, frozen deposit account, multiple months of returned payments due to Non-Sufficient Funds.

Contact Information

Should you have any questions, BankNewport's Loan Servicing department can be reached by any of the following methods:

Mailing Address

BankNewport
Loan Servicing
PO Box 450
Newport, RI 02840

Telephone

(401) 846-3400 in Newport County
(800) 234-8586 outside of Newport County

Fax

(401) 845-6518