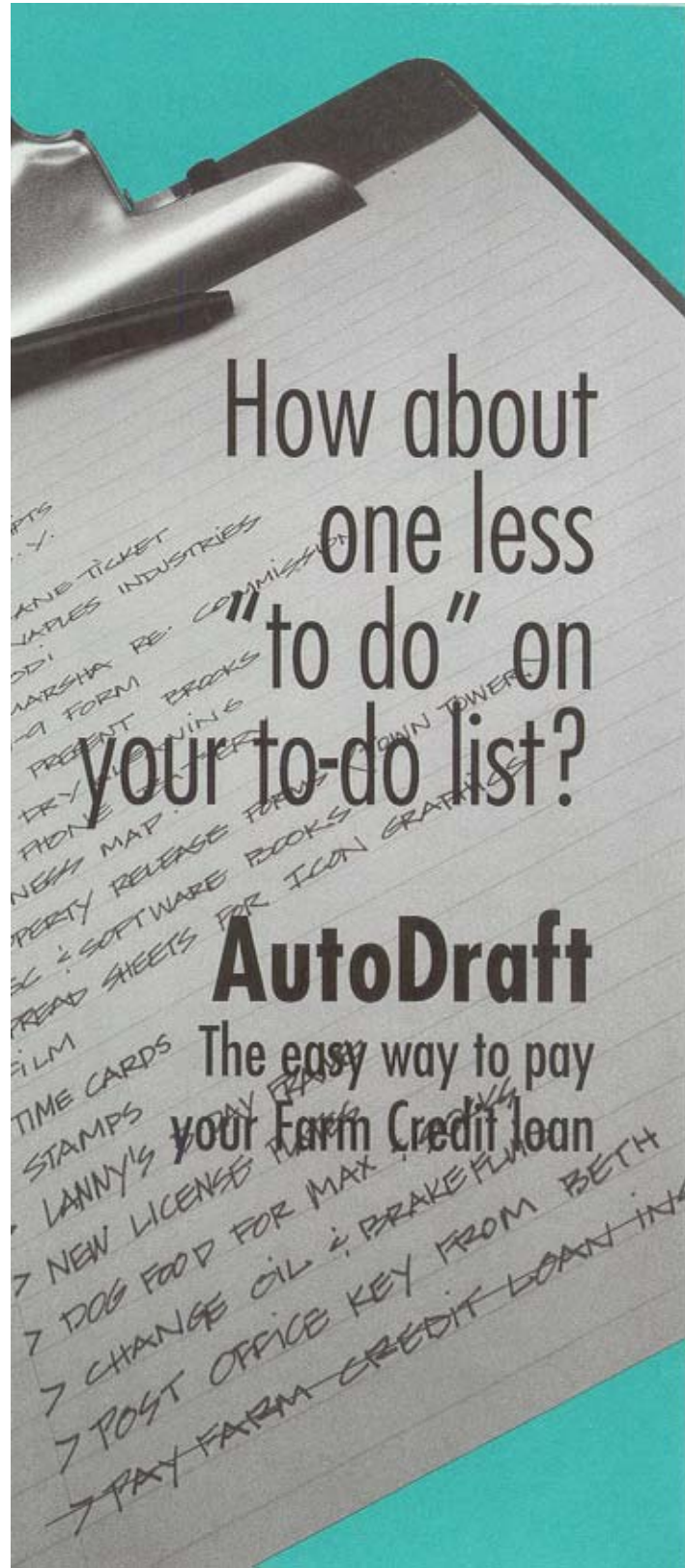


How about
one less
"to do" on
your to-do list?

AutoDraft

The easy way to pay
your Farm Credit loan



You're a busy person. With lots of things on your to-do list. Every day. Every week. Every month.

So much to remember.
So much to do.

How would you like to eliminate one of those "to do's" forever? With AutoDraft, you can.

What is *AutoDraft*?

It's a way to pay your Farm Credit loan installments a little faster, a little easier — and at no cost to you.

AutoDraft electronically deducts your loan installment from your bank account each month, each quarter or whenever it's due.

Your payment is made for you automatically. There's no check to write. No stamp to lick. And there's one less "to do" on your to do list.

What can *AutoDraft* do for you?

- Give you peace of mind. You'll know your payment has been made on time, every time. No more worrying, "Did I mail my check?" or, "Did it arrive on time?" With AutoDraft, you know it's there.
- Help you maintain your good credit rating. Your credit history will reflect your prompt loan payments.
- Save you money. You'll have one less stamp to buy. And, because your payment is always on time, you'll avoid late charges.
- Save you time. You'll have one less check to write each month. One less trip to the mailbox.

What are your *AutoDraft* options?

- You can have your payment drafted from your checking or savings account.
- You can choose any one of six days a month as your draft date. If your draft date should fall on a weekend or holiday, we'll draft your payment the next business day. Since that day could fall after your payment due date, we encourage you to schedule your draft date on or near your due date to avoid late charges.
- You can make Special Principal Payments along with your installment. We'll apply those payments to the principal balance of your loan.
- If you have an annual, semi-annual or quarterly payment, you can apply funds toward your payment each month through AutoDraft. We'll place those funds in your Funds Held account. When your loan payment is due, we'll apply your Funds Held balance toward your loan payment.

How are your *AutoDraft* payments handled?

- You'll see proof of your payment on your checking or savings account statement. Your AutoDraft payment will appear as an electronic debit on your statement.
- If there are not sufficient funds in your checking or savings account on your draft date, we will try to draft your account again within the next two business days. If there are still insufficient funds at that time, we will not draft your account for that payment again. Your bank may charge an "Insufficient Funds" (NSF) fee in such cases.
- As an AutoDraft customer, you will not receive billing statements. However, if you ever need information about your loan, all you have to do is call us. We'll be glad to provide any information you need.

What if you change your mind?

You can change your mind at any time. If you're unhappy with AutoDraft for any reason, we'll be glad to discontinue your service with just a few days' notice.

How do you sign up for *AutoDraft*?

It's easy. Simply complete the attached authorization form and mail it to us with a voided check (if we'll be drafting your checking account) or deposit ticket (if savings).

We'll set up your AutoDraft service to begin on the month and day you indicate, and we'll notify your bank that we'll be initiating electronic debits to your account.

Before your AutoDraft service begins, we'll send you a confirmation of your start date, along with a copy of the authorization for your records.

Then, all you have to do is sit back and relax. And check off one more thing on your to-do list—forever!

AutoDraft accounts are available to qualified borrowers and are subject to the AutoDraft Terms of Agreement and the association's fee schedule.

AutoDraft Terms of Agreement

Holidays and Weekends. If the draft date falls on a holiday or weekend, my/our account will be debited on the next business day.

Insufficient Funds. If the debit entries under this authorization are returned for insufficient funds or otherwise dishonored, I/we will promptly send to Association the total payment due, plus any charges, default interest or other charges due under the note.

Discontinuation of Billing Statement. I/we will not receive a billing statement while using the AutoDraft service unless I/we have a variable rate loan not subject to Regulation Z.

Notification of changes in the draft amount.

- (a) If I/we have a variable rate loan not subject to Regulation Z, I/we acknowledge that
 - (1) the amount of my/our installment may change from time to time,
 - (2) my/our billing statement will serve as adequate advance notice of the amount to be debited from the above account (plus any additional amounts I/we have authorized above),
 - (3) the "Amount Due" shown on each billing notice is the amount that will be debited from the above account on the draft date (plus any additional amounts I/we have authorized above), and
 - (4) my/our account will be debited on the day of the month I/we have authorized above or the next business day.
- (b) If I/we have a variable rate loan subject to Regulation Z or an adjustable rate loan, I/we acknowledge that
 - (1) the amount of my/our installment may change from time to time,
 - (2) my/our Rate Change Disclosure Notice or Notice of Interest Rate Change will serve as adequate advance notice of the amount to be debited from the above account (plus any additional amounts I/we have authorized above),
 - (3) the "New Scheduled Payment" or "New Payment Amount" shown on each Rate Change Disclosure Notice or Notice of Interest Rate Change is the amount that will be debited from the above account on the next draft date (plus any additional amounts I/we have authorized above), and
 - (4) my/our account will be debited on the day of the month I/we have authorized above or the next business day.

Maturity Installment. My/our maturity installment will not be drafted, and it is my/our responsibility to pay this installment in accordance with the terms of the note.

Fees. I/we agree to pay the fees associated with the AutoDraft service which are described in the Association Fee Schedule and authorize Association to add the fees to the principal balance of my (our) loan. These fees may change from time to time and Association will make available a revised fee schedule to reflect changes in AutoDraft fees.

Termination. Association reserves the right to refuse or terminate AutoDraft services. This agreement is to remain in effect until Association terminates it or receives written notification of its termination and has sufficient time to act on it.