

CHECKS OUTSTANDING						CHECKBOOK RECONCILIATION	
DATE OR #	AMOUNT	DATE OR #	AMOUNT	DATE OR #	AMOUNT		
						<b>ENTER</b>	
						BALANCE THIS STMT	\$
						<b>ADD</b>	
						RECENT DEPOSITS	
						(NOT CREDITED ON	
						THIS STATEMENT)	\$
						<b>SUBTOTAL</b>	\$
						<b>SUBTRACT</b>	
						TOTAL CHECKS	
						OUTSTANDING	\$
<b>BALANCE</b> should agree with your checkbook balance after deducting charges and adding credits not shown in your checkbook but included on this statement as follows: Interest - ADD Overdraft - DEDUCT Automatic Payment - DEDUCT Service Charge - DEDUCT						<b>BALANCE</b>	\$
<b>PLEASE REPORT ANY ERRORS OR OMISSIONS WITHIN 30 DAYS. OTHERWISE, STATEMENT WILL BE CONSIDERED CORRECT AND CHECKS GENUINE. ALL DEPOSITS AND CREDITS ARE SUBJECT TO FINAL PAYMENT.</b>							

### DEPOSIT ACCOUNT INFORMATION (Disregard if you have a Commercial Account)

#### IN CASE OF ERRORS OR QUESTIONS ABOUT YOUR ELECTRONIC TRANSFERS

Telephone us at (213)891-1188 or write us at 601 S. Figueroa St., 29th Fl. Los Angeles, CA 90017 as soon as you can, if you think your statement or receipt is wrong or if you need more information about a transfer on the statement or receipt. We must hear from you no later than 60 days after we sent you the FIRST statement on which the error or problem appeared.

(1) Tell us your name and account number (if any); (2) Describe the error or the transfer you are unsure about, and explain as clearly as you can why you believe it is an error or why you need more information; and (3) Tell us the dollar amount of the suspected error.

We will investigate your complaint and will correct any error promptly. If we take more than 10 business days to do this, we will credit your account for the amount you think is in error, so that you will have the use of the money during the time it takes us to complete our investigation.

#### IMPORTANT INFORMATION ABOUT YOUR LINE OF CREDIT (Disregard if you do not have a Line of Credit)

We figure the INTEREST CHARGE on your account by applying the periodic rate to the "average daily balance" of your account. To get the "average daily balance", we take the beginning balance of your account each day, add any new advances/fees and subtract any payments or credits. This gives us the daily balance. Then, we add up all the daily balances for the billing cycle and divide by the total number of days in the billing cycle. This gives us the "average daily balance". Daily periodic rates may vary.

As required by law, you are hereby notified that a negative credit report reflecting on your credit record may be submitted to a credit reporting agency if you fail to fulfill the terms of your credit obligation.

#### WHAT TO DO IF YOU THINK YOU FIND A MISTAKE ON YOUR LINE OF CREDIT STATEMENT

If you think there is an error on your statement, write us at: Preferred Bank 601 S. Figueroa Street, 29th Floor, Los Angeles, CA 90017

In your letter, give us the following information:

(1) Your name and account number; (2) The dollar amount of the suspected error; and (3) If you think there is an error on your bill, describe what you believe is wrong and why you believe it is a mistake.

You must contact us within 60 days after the error appeared on your statement. You must notify us of any potential errors in writing. You may call us, but if you do we are not required to investigate any potential errors and you may have to pay the amount in question.

While we investigate whether or not there has been an error, the following are true:

(1) We cannot try to collect the amount in question, or report you as delinquent on that amount; (2) The charge in question may remain on your statement, and we may continue to charge you interest on that amount. But, if we determine that we made a mistake, you will not have to pay the amount in question or any interest or other fees related to the amount; (3) While you do not have to pay the amount in question, you are responsible for the remainder of your balance; and (4) We can apply any unpaid amount against your credit limit.