

IMPORTANT TERMS OF THE COMMERCE BANK *READYLINE* OF CREDIT

| Interest Rates and Interest Charges | |
|---|--|
| Annual Percentage Rate (APR) for Purchases | 14.74% to 22.74% based on your creditworthiness when you open your Account. After that, your APR will vary with the market based on the Prime Rate. |
| APR for Cash Advances | 14.74% to 22.74% for Cash Advances, based on your creditworthiness when you open your Account. After that, your APR will vary with the market based on the Prime Rate. |
| Penalty APR and When it Applies | 32.24% This APR will vary with the market based on the Prime Rate. This APR may be applied to your Account if you fail to make the required minimum monthly payment within 60 days of the respective payment due date. How Long Will the Penalty APR Apply?: If your APRs are increased for this reason, the Penalty APR will apply until you make six consecutive minimum payments when due. |
| Minimum Interest Charge | If you are charged interest, the charge will be no less than \$2.50. |
| Paying Interest | We will begin charging Interest on Purchases on the transaction date. |

| Fees | |
|---------------------|--|
| Penalty Fees | |
| - Late Payment | Either \$15 or 5% of the minimum payment due, whichever is greater (maximum late payment fee: \$50) |
| - Returned Payment | \$25 |

How We Will Calculate Your Balance: We use a method called "Simple Interest" for Installment Draws and a method called "Daily Balance" for Non-Installment Draws. See your *ReadyLine* of Credit Agreement for more details.

Standard APR: Your standard APR will be disclosed in your Account Opening Disclosure with your new checks approximately 7-10 business days after Account approval.

Prime Rate: The Prime Rate used to determine the APR on your Account is the U.S. Prime Rate published in *The Wall Street Journal* in its column called "Money Rates" on the last business day of each month.

Cost of Account: The information about the costs of the Account described in this application is accurate as of **March 2023**. This information may change after that date. To find out what may have changed, call us at 1-877-476-5762.

Important Information: Our bank complies with the USA PATRIOT Act. This law mandates that we verify certain information about you while processing your Account application.

Installment Draw: Not available on lines of less than \$2,000. Any Cash Advance of \$2,000 or more (an "Installment Draw") has a required minimum monthly payment ("Minimum Installment Draw Payment"). The Minimum Installment Draw Payment is calculated over 48 months at the interest rate in effect at the time of the Installment Draw.

The Minimum Installment Draw Payment remains the same for the first 47 months. Your final payment may vary and will be for all outstanding principal and all accrued interest not yet paid.

Cash Advances of less than \$2,000 do not have a required installment repayment amount calculated over a term of 48 months. These advances are part of a Revolving Balance, which is repaid in accordance with monthly minimum payment requirements described in the ***ReadyLine* of Credit** Agreement.

Military Lending Act Disclosure: Federal law provides important protections to members of the Armed Forces and their dependents relating to extensions of consumer credit. In general, the cost of consumer credit to a member of the Armed Forces and his or her dependent may not exceed an annual percentage rate of 36 percent. This rate must include, as applicable to the credit transaction or account: The costs associated with credit insurance premiums; fees

for ancillary products sold in connection with the credit transaction; any application fee charged (other than certain application fees for specified credit transactions or accounts); and any participation fee charged (other than certain participation fees for a credit card account). You can call toll free to 855-225-1576 to hear the applicable required MLA disclosures.

Sharing Information: We are permitted under law to share information about our experiences or transactions with you or your Account with our Affiliates. If you prefer, you may direct us not to share this information with our Affiliates. If this is your choice, call us toll-free at 1-800-543-4845.

Application Authorization: By making this application, you authorize Commerce Bank to make whatever credit inquiries that we deem necessary in connection with this credit application or in the course of review or collection of any credit extended in relation to this application. You authorize and instruct any person or consumer reporting agency to complete and furnish us any information they may have or obtain in response to such credit inquiries and agree that such information, along with this application, shall remain our property whether or not credit is extended. You have answered the questions completely and correctly. Except in the states of Alabama or Nebraska or the territory of Puerto Rico, you certify that you are 18 years of age. (In AL or NE, you certify that you are 19 years of age. In PR, you certify that you are 21 years of age.) You agree to pay all charges on the requested **ReadyLine of Credit** Account when due. For joint credit accounts, you are responsible, both together and individually, for the entire Account balance even though only one of you uses the Account.

We ask, listen and solve

© 2022 Commerce Bancshares, Inc.

