

## Special Notice

### All Bank of American Fork ATM and Check Card Holders Changes to billing statements and currency exchange for foreign transactions.

Dear Valued Cardholder:

The purpose of this letter is to inform you how Visa will handle international transactions made on your card. A required disclosure explains how Visa both assesses currency conversion fees and selects exchange rates for transactions in a foreign currency. Following is the official disclosure we are required to provide to you and our explanation of what it means to you:

#### Official Visa Disclosure

Currently, when a purchase is made in a foreign country, the transaction amount is converted to U.S. dollars and adjusted by a 1% "Currency Conversion Fee" (CCF). When the transaction is posted to your account, the total amount (purchase amount plus the CCF) appears as a single transaction on your billing statement.

**Effective April 2, 2005**, the Currency Conversion Fee will be discontinued. Instead, a 1% International Transaction Fee (ITF) will be assessed on all transactions where the merchant country differs from the country of the card issuer. The converted transaction amount will be shown separately from the International Transaction Fee on your billing statement. In essence, your statement will show two separate amounts. This fee will be assessed on all international purchases, credit vouchers, and cash disbursements.

Also, **Effective April 2, 2005**, the exchange rate for transactions in a foreign currency will be a rate selected by Visa from the range of rates available in wholesale currency markets for the applicable central processing date. This rate may vary from the rate Visa itself receives, or the government mandated rate in effect for the applicable central processing date plus the 1% International Transaction Fee.

#### What does this mean to you?

This means that if you don't perform card transactions with companies in foreign countries then you won't notice anything different on your statement. If, however, you do make international transactions, your billing statement will look slightly different when you use your card to make international purchases beginning April 2, 2005. Get more clarification about the changes below:

- The "central processing date" mentioned in the disclosure is the date that Visa selects the exchange rate. For example, if a cardholder purchases an item on Tuesday and the merchant clears the transaction electronically on Thursday, Wednesday's exchange rate will be used and is referred to as the central processing date.
- The exchange rate that the cardholder receives "may vary from the rate Visa itself receives" due to bulk rates for which Visa may qualify.
- Your billing statement will show two different transactions (example given below).

Current "CCF" Method (single item)		New "ITF" Method (two items)	
\$101.00	Transaction amount on your billing statement	\$100.00	Purchase amount on your billing statement
		\$1.00	1% ITF on your billing statement

If you have any questions regarding the above-mentioned changes on foreign transactions, please contact the card department at 801-642-3363.

Sincerely,



Anna Allred, Manager  
Bankcard Department  
Bank of American Fork