



Substitute Checks & Your Rights

Office locations throughout California

SAN DIEGO & RIVERSIDE COUNTIES

Alpine	Escondido	San Diego
Carlsbad	Indio	San Marcos
Chula Vista	La Jolla	Temecula
Del Mar	La Mesa	Valley Center
El Cajon	Moreno Valley	Vista
Encinitas	Palm Desert	

ORANGE COUNTY

Anaheim	Irvine	San Clemente
Brea	La Palma	San Juan Capistrano
Costa Mesa	Laguna Hills	Tustin
Huntington Beach	Monarch Beach	

GREATER LOS ANGELES AREA

Acton	Hacienda Heights	Quartz Hill
Alhambra	Lancaster	Rosamond
Arcadia	Long Beach	San Bernardino
Claremont	Los Angeles	Santa Monica
Crenshaw	Monterey Park	Torrance
Encino	Oxnard	Wrightwood
Frazier Park	Palmdale	
Gardena	Pomona	

NORTHERN CALIFORNIA

Albany	Hayward	Sacramento
Contra Costa	Madera	San Francisco
Cupertino	Millbrae	San Jose
East Palo Alto	Mountain View	San Mateo
Fremont	Oakland	Walnut Creek
Fresno		



Checks are Changing

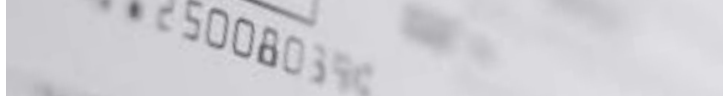
**IMPORTANT INFORMATION
ABOUT YOUR PERSONAL
DEPOSIT ACCOUNT.**

To locate the branch nearest you, call
1-800-355-0512

For more information on Check 21,
please visit our website at
www.calbanktrust.com

CALIFORNIA BANK | TRUST





CHECKS IN THE 21ST CENTURY

The federal Check Clearing for the 21st Century Act becomes effective October 28, 2004. This Act will improve the overall efficiency of this nation's payments system by allowing paper checks to be converted into digital images for easier processing between banks. Paper checks will not have to be physically transported by ground or air carriers between banks across the nation.

SUBSTITUTE CHECKS AND YOUR RIGHTS

What is a substitute check?

To make check processing faster, Check 21 permits banks to replace original checks with "substitute checks" generated from digital images of original checks. These checks are similar in size to original checks with a slightly reduced image of the front and back of the original check. The front of a substitute check states: "This is a legal copy of your check. You can use it the same way you would use the original check." You may use a substitute check as proof of payment just like the original check.

Some or all of the checks that you receive back from us may be substitute checks. This notice describes rights you have when you receive substitute checks from us. The rights in this notice do not apply to original checks or to electronic debits to your account. However, you have rights under other law with respect to those transactions.

What are my rights regarding substitute checks?

In certain cases, federal law provides a special procedure that allows you to request a refund for losses you suffer if a substitute check is posted to your account (for example, if you think that we withdrew the wrong amount from your account or that we withdrew money from your account more than once for the same check). The losses you may attempt to recover under this procedure may include the amount that was withdrawn from your account and fees that were charged as a result of the withdrawal (for example, bounced check fees).

The amount of your refund under this procedure is limited to the amount of your loss or the amount of the substitute check, whichever is less. You also are entitled to interest on the amount of your refund if your account is an interest-bearing account. If your loss exceeds the amount of the substitute check, you may be able to recover additional amounts under other law.

If you use this procedure, you may receive up to \$2,500 of your refund (plus interest if your account earns interest) within 10 business days after we received your claim and the remainder of your refund (plus interest if your account earns interest) not later than 45 calendar days after we received your claim.

We may reverse the refund (including any interest on the refund) if we later are able to demonstrate that the substitute check was correctly posted to your account.

HOW DO I MAKE A CLAIM FOR A REFUND?

If you believe that you have suffered a loss relating to a substitute check that you received and that was posted to your account, please contact us at any branch. To locate the branch nearest you, call 1 (800) 355-0512. If you tell us orally, we may require that you send us your claim in writing within 10 business days. You must contact us within 40 calendar days of the date that we mailed (or otherwise delivered by a means to which you agreed) the substitute check in question or the account statement showing that the substitute check was posted to your account, whichever is later. We will extend this time period if you were not able to make a timely claim because of extraordinary circumstances.

Your claim must include –

- A description of why you have suffered a loss (for example, you think the amount withdrawn was incorrect);
- An estimate of the amount of your loss;
- An explanation of why the substitute check you received is insufficient to confirm that you suffered a loss; and
- A copy of the substitute check and/or the following information to help us identify the substitute check: the check number, the name of the party to whom you wrote the check, the date of the check, the date the check was paid, and the exact amount (dollars and cents) of the check.

For more information on Check 21, please visit our website at www.calbanktrust.com.

This notice applies to personal deposit accounts only.