

Zero Balance Account Service (ZBA)

PNC's Zero Balance Account Service (ZBA) allows the customer to pool monies from multiple sub accounts into a single primary account to maximize the customer's daily use of funds. At the end of each business day, the final transaction posted to the sub account will bring the sub account balance to zero or to a defined target balance.

For FDIC insurance purposes, the customer's funds are considered deposits of PNC Bank at all times, whether in the Affiliate Account or the Parent Account, and are covered by FDIC insurance to the maximum amount provided by law. If the Affiliate Accounts and the Parent Account do not have exactly the same ownership, the transfer between accounts may result in a change in the customer's insurance coverage. For additional information please refer to the section relating to deposit account terms and FDIC insurance.

PNC Obligations:

- The ZBA structure has a maximum of a three-tier structure ("grandparent" to "parent" to "child" account).
- Each underlying tier of the structure can have up to 199 accounts for a maximum of 39,601 accounts.

Customer Obligations:

- ZBA accounts can be established for single or multi-entity structures, provided that the corporate account / KYC documentation is subject to PNC legal review and approval.
- For multi-entity structures, the entities must have intercompany agreements that govern the movement of funds among the entities.
- This product may have tax implications in multi-entity structures. Please consult with the customer's tax advisor.

ZBA Location Reporting Service

PNC's ZBA Location Reporting Service allows the customer to assign a location number to the sub accounts in a ZBA relationship, to improve transaction reconciliation by the customer location. The output is a BAI file with the customer location number assigned to all transactions.

PNC Obligations:

- Output file is a previous day BAI file only.
- Each location will have a separate physical deposit account.
- The BAI file will replace the physical deposit account numbers with the customer's chosen location numbers and exclude the ZBA settlement transactions.

Customer Obligations:

- The customer is required to have a ZBA structure as well as PINACLE BAI reporting.
- The customer must provide the location number for each physical deposit account, which is numeric only and a maximum length of ten (10) digits.