

Truth in Savings

DISCLOSURE



Your partners from the first®

December 2009

This *Truth in Savings Disclosure* booklet includes information you need to know about deposit accounts at 1st Source Bank. It notes all the features and requirements of all such accounts.

This booklet is designed to help make your dealings at 1st Source Bank easy to understand. If you have questions related to the material presented in this publication, or concerning your accounts, please drop by any 1st Source banking center. As “*your partners from the first,*” we are here to help.

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TRUTH IN SAVINGS DISCLOSURE

(Regulation DD)

The Truth in Savings Act, Regulation DD, was enacted as a part of the Federal Deposit Insurance Corporation Improvement Act.

The purpose of Truth in Savings is to help consumers make informed decisions about deposit accounts, terms and conditions on which interest is paid and fees are assessed. 1st Source Bank (hereafter known as “Bank”) makes the following product disclosures available for your review and comparison to products offered by other financial institutions.

Terms and Conditions

Common to Most Deposit Account Products at 1st Source Bank

Balance Computation Methods

The Bank uses two (2) methods of determining an account balance upon which either interest is calculated or service charges are determined.

Daily Balance Method

This method calculates interest by applying a daily periodic rate to the full amount of “Collected Balance” in the account each day, establishing the accrued interest earned for that day.

Average Daily Balance Method

This balance method establishes an average balance for a period, i.e., monthly or quarterly. The average daily balance is determined by adding the full amount of principal in the account for each day of the period and dividing that figure by the number of days in the period. Your account balance each day is the ending balance of the account from the previous day, plus deposits and minus withdrawals made that business day.

Collected Balance

All interest-bearing deposit accounts at the Bank will accrue interest daily on the “collected balance” in the account. Collected balance is the balance on which the Bank has received provisional credit for the non-cash items (checks) that you have deposited. The Bank will begin to pay interest no later than the business day specified in Regulation CC and in the Expedited Funds Availability Act.

Rate Information

Unless otherwise stated with the product information, all interest-bearing accounts at the Bank will be “variable rate” products. Variable rate means the interest rate and the Annual Percentage Yield (APY) may change after the account is opened at any time, at the discretion of the Bank.

Annual Percentage Yield (APY)

APY is the effective rate your money will earn if it remains on deposit for a full year at the same annual interest rate and if all interest is left in the deposit account. Yield is the critical measure of how much interest you can expect to earn based on the interest rate and the frequency with which interest is added to your account (compounding) for a 365 or 366 (leap year) day period. Because your interest earns interest if left in the account, the APY is greater than the annual interest rate. If you withdraw some of the interest or some of your deposit, the amount of interest earned will be reduced.

Annual Percentage Yield Earned (APYE)

APYE represents the Annual Percentage Yield that was actually earned during the cycle period and which will appear on your periodic account statement. The calculation reflects the relationship between the interest

actually earned during the statement period and the average daily balance in the account. If the account has multiple interest rates, this method will produce a single composite APYE figure.

Change in Terms and Conditions

The Bank may change the terms or conditions of a deposit account disclosure from time to time. Any change in terms that could adversely affect you will be disclosed in a notice, mailed or delivered to you 30 days before the effective date of the change. This notice may be a separate document or may be included as a part of a periodic statement.

Effect of Closing an Interest-Bearing Account

At the Bank, all interest that has accrued, but not yet been credited, to an account will be added to the principal balance at the time of closing. If we have not been informed of your intent to close your account, i.e., you merely withdraw the principal balance; the accrued interest will be added to your account on the statement cycle date.

Overdraft Policy

It is the policy of the Bank to comply with all applicable laws and regulations and to conduct business in accordance with applicable safety and soundness standards.

The *Agreement for Deposit Accounts* controls the duties, obligations and rights of the Depositor, the Authorized Signatories and the Bank with regard to your checking and/or savings account. The *Agreement for Deposit Accounts* is incorporated herein for all purposes as if it were set forth verbatim, and its terms shall control any possible conflict, if any, between any provision of this Overdraft Policy and the *Agreement for Deposit Accounts*.

The Bank is not obligated to pay any item presented for payment if the account does not contain sufficient collected (available) funds. Any payment by the Bank of a nonsufficient fund check or checks (or other item) does not obligate the Bank to pay an additional or subsequent nonsufficient fund check or item. Additionally, the Bank is not obligated to provide prior written notice of a decision to refuse to pay any additional nonsufficient check or item.

Pursuant to the Bank's commitment to always provide excellent customer service, if a consumer account (primarily used for personal or household expenses) has been open for at least 90 days and the account is in good standing, the Bank may consider approving overdrafts up to a reasonable amount. Any and all bank fees and charges, including without limitation, the nonsufficient fund/overdraft fees (as set forth in the Bank's fee schedule and our *Agreement for Deposit Accounts*) will be included in this reasonable amount.

Please see "Current Account Fees" section on the following page for current overdraft and continuous overdraft fees.

The total of the overdraft (negative) balance, including any and all bank fees and charges, including all nonsufficient fund/overdraft fees, is due and payable upon demand, and the Depositor and each Authorized Signatory will continue to be liable for such amounts, as described in the *Agreement for Deposit Accounts*.

Again, approval of reasonable overdrafts by the Bank on consumer accounts in good standing, as described above is only a courtesy and not a right or obligation. It is within the Bank's sole discretion and can cease at any time without prior written notice or reason or cause. Credit agencies may be notified if overdrafts are not paid.

CURRENT ACCOUNT FEES

The following is a listing of fees that apply to most deposit account services

Effective February 1, 2008

Account Balancing & Reconciliation (<i>fee per hour</i>)	\$20.00
Additional Account Statements	5.00
ATM Card Replacement	5.00
Foreign ATM Withdrawals (<i>CIRRUS® Network Fee</i>)	1.75
Closing of Checking or Savings Accounts (<i>within 180 days of opening</i>)	25.00
Copies	
Checks	1.00
Statements	1.00
Account Research (<i>per hour</i>)	20.00
Deposited Items Returned Unpaid	10.00
Dormant Account Fee-Monthly	5.00
Electronic Statements	Free
Garnishments/Citations & Other Forms of Legal Process Affecting Account	50.00
Insufficient Fund Item (<i>Checking & Savings</i>)	32.00
Overdraft Charges	
Checking & Savings	32.00
Continuous Overdraft Fee (<i>per day beginning on the 11th business day</i>)	7.00
Return of Check Endorsement Image	
Front of check (<i>per month</i>)	see account details
Back of check (<i>per month</i>)	1.00
Front and back of check through Online banking	Free
Stop Payment Order (<i>per item</i>)	32.00
Telephone Transfer (<i>InfoSource®</i>)	Free
Telephone Transfer (<i>non InfoSource®</i>)	2.00
Temporary Checks (<i>per check</i>)	1.00

PRODUCT DISCLOSURES

CHECKING ACCOUNTS

Easy Checking

Account Description: Easy Checking is a free account with no monthly service fees, no minimum balance, and no checkwriting limits.

Minimum Balance: No minimum balance is required to open or maintain this account.

Checkwriting: There are no limits on the number of checks you may write and no per check fees for this account.

Interest: Interest is not earned on this account.

Resource® (ATM) Card: You may apply for a Resource® Card which allows 24-hour access to your accounts through:

- our Automatic Teller Machines (ATMs) and the worldwide CIRRUS® Network
- InfoSource®, our automated account information line, at 800 235-2557
- Online Banking at www.1stsource.com

Resource Plus® (Debit) card: The Resource Plus® card is available, subject to credit approval, and is free for Easy Checking account holders. The Resource Plus® card comes with all the features of the Resource® Card, plus it can be used instead of writing a check at millions of locations worldwide.

Check Images: Front check images with your monthly statement are not a standard feature of this account, but may be added for \$3.00 per month. Front and back images are available with Online Banking. Return of physical cancelled checks is not available.

Transactions: There are no transaction limits on this account.

Account Fees and Qualifications: There are no maintenance or setup fees for this account and Easy Checking is available to everyone.

e-student Checking

Account Description: e-student checking is a free account with no monthly service fees, no minimum balance and no debit limits for clients between the ages of 16 and 24. Client must have a valid e-mail address to be eligible for this account.

Minimum Balance: No minimum balance is required to open or maintain this account.

Checkwriting: e-student checking is designed to be an "electronic" checking account. Therefore, a Resource Card or Resource Plus Card is required. There are no limits on the number of debits to this account via Resource or Resource Plus card usage. Checks written electronically via 1st Source's Online Banking are free up to the amount noted in the bill pay agreement. Any paper checks written will incur a charge of \$.50 per check.

Interest: There is no interest earned on this account.

Resource (ATM) Card or Resource Plus® (Debit) Card: A Resource Card or a Resource Plus card is mandatory to have an e-student checking account. There is no charge associated with either card. An e-student checking account must have at least one of the cards, as previously stated, but cannot have both.

CHECKING ACCOUNTS

continued

The Resource Card or Resource Plus card allows 24 hour access to your accounts through:

- Our Automatic Teller Machines (ATMs) and the worldwide CIRRUS Network.
- InfoSource, our automated account information line, at 800-235-2557
- Online banking at www.1stsource.com.

The Resource Plus card generally is available for clients 18 and over. The Resource Plus card comes with all the features of the Resource Card, plus it can be used to make purchases at millions of MasterCard® locations worldwide.

Electronic Statements: The e-student checking account comes with electronic statements. You must sign up for electronic statements at www.1stsource.com within 32 days of opening your e-student checking account. Accounts that have not been signed up for electronic statements within this 32 day timeframe will be subject to a paper statement fee of \$5.00 per month. You will need to accept the [Electronic Statement Terms and Conditions](#) when you sign up. Please review the terms carefully.

ATM Fee Rebate: e-student checking will rebate the fees charged for using a non-1st Source Bank ATM for up to five (5) times or \$20 per statement cycle. The charge for using the non-1st Source Bank ATM will be reimbursed to the e-student checking client on the next business day after the ATM item is posted to the account.

One Overdraft Refund per year: as an e-student checking client, you are encouraged to balance your checkbooks monthly and not spend more money than there is in the account. However, if a circumstance occurs that the account is overdrawn, the bank's normally charged OD/NSF fee will be refunded at the amount of one per calendar year. Any charges incurred at the location of the debit origination (merchant) will be the responsibility of the e-student checking account client. Note that the OD/NSF charge is a refund and, as such, will be charged and then refunded to your account upon the daily updating of the account. If multiple charges to the account occur due to the overdraft fee prior to its being refunded, only one OD/NSF charge will be refunded and the balance of the fees are the responsibility of the e-student checking client.

Transactions: There are no transaction limits on this account.

Qualifications: Must be between the ages of 16 and 24 to be eligible for e-student checking. On the e-student checking client's 25th birthday or next business day thereafter, the e-student checking account will automatically be converted to Easy Checking and all the account details and charges in force for Easy Checking will then apply.

Easy Banking Club

Account Description: Easy Banking Club is a payroll direct deposit checking account. Easy Banking Club members get an interest-bearing account, and enjoy a variety of benefits.

Minimum Balance: No minimum balance is required to open or maintain this account.

CHECKING ACCOUNTS

continued

Checkwriting: There are no limits on the number of checks you may write and no per check fees for this account.

Interest: Interest is earned on this account if a minimum daily balance of \$1,000 or more is maintained. (1) The Interest Rate and Annual Percentage Yield (APY) may be obtained by contacting your 1st Source Banking Center. (2) The Annual Percentage Yield Earned (APYE) will appear on your periodic account statement. (3) The account accrues interest on collected balances using the daily balance method. (4) Interest is credited to your account and compounded monthly on the statement cycle date.

Resource® (ATM) Card: You may apply for a Resource® Card which allows 24-hour access to your account(s) through:

- our ATMs and the worldwide CIRRUS® Network
- InfoSource®, our automated account information line, at 800 235-2557
- Online Banking at www.1stsource.com

Resource Plus® (Debit) card: The Resource Plus® card is available, subject to credit approval, and is free for Easy Banking Club checking account holders. The Resource Plus® card comes with all the great access features of the Resource® Card, plus it can be used instead of writing a check at millions of locations worldwide.

Check Images: Front check images are free with this account and come as part of your monthly statement. Front and back images are available with Online Banking. Return of physical cancelled checks is not available.

Transactions: There are no transaction limits on this account.

Account Fees and Qualifications: Customers who discontinue direct deposit of payroll may be converted to another checking product with all account benefits, fees and restrictions applying.

Easy Checking Plus

Account Description: Easy Checking Plus is an ideal account, if you plan to maintain a minimum daily balance of \$2,001 or more each month. With Easy Checking Plus, you'll earn interest on your collected funds if a minimum daily balance of \$1,000 or more is maintained.

Minimum Balance: To avoid a \$9.00 monthly service fee you need to maintain a minimum daily balance of \$2,001 or more, or a \$2,500 average daily balance for the month.

Checkwriting: There are no limits on the number of checks you may write and no per check fees for this account.

Interest: Interest is earned on this account if a minimum daily balance of \$1,000 or more is maintained. (1) The Interest Rate and Annual Percentage Yield (APY) may be obtained by contacting your 1st Source Banking Center. (2) The Annual Percentage Yield Earned (APYE) will appear on your periodic account statement. (3) The account accrues interest on collected balances using the daily balance method. (4) Interest is credited to your account and compounded monthly on the statement cycle date.

CHECKING ACCOUNTS

continued

Resource® (ATM) Card: You may apply for a Resource® Card which allows 24-hour access to your accounts through:

- our ATMs and the worldwide CIRRUS® Network
- InfoSource®, our automated account information line, at 800 235-2557
- Online Banking at www.1stsource.com

Resource Plus® (Debit) card: The Resource Plus® card is available, subject to credit approval, and is free for Easy Checking Plus account holders. The Resource Plus® card comes with all the great access features of the Resource® Card®, plus it can be used instead of writing a check at millions of locations worldwide.

Check Images: Front check images are free with this account and come as part of your monthly statement. Front and back images are available with Online Banking. Return of physical cancelled checks is not available.

Transactions: There are no transaction limits on this account.

Account Fees and Qualifications: There are no special qualifications for Easy Checking Plus and no setup or maintenance fees are charged when the minimum or average balance requirements are met (see above).

Easy Select Checking

Account Description: Easy Select Checking is designed especially for customers age 60 or older who maintain total deposits of \$10,000 or more with 1st Source (excluding Individual Retirement Account [IRA] and non-deposit trust accounts) or have their Social Security or pension direct deposited into the account. Benefits of this account include:

- no issue fee for traditional American Express Traveler's Cheques
- free Specialty Gray checks

Minimum Balance: To avoid a \$9.00 monthly service fee, you must have direct deposit of Social Security or pension, or maintain total deposits of \$10,000 or more in any combination of 1st Source checking, savings, and Certificate of Deposit (CD) accounts. These may be held jointly or individually by any owner of the Easy Select Checking account. Funds in IRAs and non-deposit trusts can not be included in this balance.

Checkwriting: There are no limits on the number of checks you may write and no per check fees for this account. As an added bonus, this account includes free Specialty Gray checks.

Interest: Interest is earned on this account if a minimum daily balance of \$1,000 or more is maintained. Easy Select Checking pays interest on a tiered basis. To get the best return, you should maintain a minimum daily balance of \$10,000 or more. (1) The Interest Rate and Annual Percentage Yield (APY) may be obtained by contacting your 1st Source Banking Center. (2) The Annual Percentage Yield Earned (APYE) will appear on your periodic account statement. (3) The account accrues interest on collected balances using the daily balance method. (4) Interest is credited to your account and compounded monthly on the statement cycle date.

CHECKING ACCOUNTS

continued

Resource® (ATM) Card: You may apply for a Resource® Card which allows 24-hour access to your accounts through:

- our ATMs and the worldwide CIRRUS® Network
- InfoSource®, our automated account information line, at 800 235-2557
- Online Banking at www.1stsource.com

Resource Plus® (Debit) card: The Resource Plus® card is available, subject to credit approval, and is free for Easy Select Checking account holders. The Resource Plus® card comes with all the great access features of the Resource® Card, plus it can be used instead of writing a check at millions of locations worldwide.

Check Images: Front check images are free with this account and come as part of your monthly statement. Front and back images are available with Online Banking. Return of physical cancelled checks is not available.

Transactions: There are no transaction limits on the Easy Select Checking account.

Account Fees and Qualifications: The Easy Select Checking account is available to clients age 60 or older. There are no maintenance fees on this account when direct deposit or average daily balance requirements are met (see above).

Health Savings Account (HSA Checking)

Account Description: The Health Savings Account (HSA Checking) checking is for clients who have a High Deductible Health Plan (HDHP) for their medical insurance coverage. The HSA Checking account is established exclusively for the purpose of paying or reimbursing the qualified medical expenses of you, the account owner, and your spouse or qualified dependents.

Confirm with your Medical Insurance Company that you have a HDHP. HSA Checking is a tax exempt custodial account and, as such, can only be opened in the name of the account owner.

Minimum Balance: There is no minimum balance on HSA Checking.

Checkwriting: There are no limits on the number of checks you may write and no per check fees for this account.

Interest: Interest is earned on this account. (1) The Interest Rate and Annual Percentage Yield (APY) may be obtained by contacting your 1st Source Banking Center. (2) The Annual Percentage Yield Earned (APYE) will appear on your periodic account statement. (3) The account accrues interest on collected balances using the daily balance method. (4) Interest is credited to your account and compounded monthly on the statement cycle date.

HSA Check Card: The HSA Check Card is free for HSA Checking account holders. There are no limits to the number of debit transactions that you may incur each month. The HSA Check Card allows 24-hour access to your account through:

- our ATMs and the worldwide CIRRUS® Network
- InfoSource®, our automated account information line, at 800 235-2557
- Online Banking at www.1stsource.com

Up to two HSA Check Cards can be issued for this account

CHECKING ACCOUNTS

continued

Check Images: Front check images are free with this account and come as part of your monthly statement. Front and back images are available with Online Banking. Return of physical cancelled checks is not available.

Account Fees and Qualifications: There is a \$25 set-up fee and a \$2.95 monthly fee for this account.

Portfolio Account

Account Description: With the Portfolio Account, your money earns a maximum yield and is FDIC insured, but remains available for your use when you need it.

Minimum Balance: To get the most from your Portfolio Account and to avoid monthly service fees, you need to maintain a minimum daily balance of \$15,000. Balances below that are subject to a \$15.00 monthly fee.

Checkwriting: There are no limits on the number of checks you may write and no per check fees for this account. As an added bonus, this account includes free checks bearing the Portfolio Account emblem.

Interest: The Portfolio Account features a tiered rate of interest. (1) The Interest Rate and Annual Percentage Yield (APY) may be obtained by contacting your 1st Source Banking Center. (2) The Annual Percentage Yield Earned (APYE) will appear on your periodic account statement. (3) The account accrues interest on collected balances using the daily balance method. (4) Interest is credited to your account, and compounded monthly on the statement cycle date.

Resource[®] (ATM) Card: You may apply for a Resource[®] Card which allows 24-hour access to your accounts through:

- our ATMs and the worldwide CIRRUS[®] Network
- InfoSource[®], our automated account information line, at 800 235-2557
- Online Banking at www.1stsource.com

Resource Plus[®] (Debit) card: The Resource Plus[®] card is available, subject to credit approval, and is free for Portfolio Account holders. The Resource Plus[®] card comes with all the great access features of the Resource[®] Card[®], plus it can be used instead of writing a check at millions of locations worldwide.

Check Images: Front check images are free with this account and come as part of your monthly statement. Front and back images are available with Online Banking. Return of physical cancelled checks is not available.

Transactions: There are no transaction limits on this account.

Account Fees and Qualifications: To open a Portfolio Account, you must make a minimum deposit of \$15,000. As long as the minimum balance requirements are met (see above), there are no setup or maintenance fees on this account.

PRODUCT DISCLOSURES

SAVINGS ACCOUNTS

Federal Withdrawal Transaction Limits on All Consumer Savings Accounts

You may not make more than six electronic withdrawals/transfers per monthly statement cycle from any savings account. Regulation D, put in place by the Board of Governors of the U.S. Federal Reserve System, requires all financial institutions to limit the way withdrawals may be made from a savings account. Withdrawals in excess of the limits may result in account closure.

Transaction types included in the six-per-month limit:

- Pre-authorized, automatic scheduled or recurring withdrawals or transfers from a savings account to another account, also known as “EFT” or “ACH” transactions.
- Online banking transfers.
- Online bill payment from a savings account.
- Transfers conducted on 1st Source Bank’s telephone banking service.
- Transfers made by a telephone service representative on an account holder’s behalf.
- Electronic overdraft transfers.

EveryDay Interest

Account Description: EveryDay Interest Savings is a general-purpose savings account ideal for modest balances. If you’re looking to save money for a future expense or purchase, or just like to put a little aside each month for a rainy day, EveryDay Interest Savings is the account of choice.

Minimum Balance: To avoid a \$3.00 monthly service fee, you should maintain a minimum daily balance of \$300 or more in your account. For account holders under 18 and on accounts with direct deposit of Social Security, disability or retirement benefits, the minimum balance fee is waived.

Interest: For the most current interest rate and Annual Percentage Yield (APY), contact your 1st Source Banking Center. The interest rate is applied to your daily collected balance. Interest is credited to your account and compounded quarterly (monthly on statements which also include a 1st Source checking account) on the statement cycle date. The Annual Percentage Yield Earned (APYE) will also appear on your account statement.

Resource (ATM) Card®: With EveryDay Interest Savings, you may apply for a free Resource® Card, which allows you 24-hour access to your account(s) through:

- our ATMs and the worldwide CIRRUS® Network
- InfoSource®, our automated account information line, at 800 235-2557
- Online Banking at www.1stsource.com

Transactions: Federal regulations limit account to six withdrawals or transfers per monthly statement cycle. While six withdrawals are allowed by federal regulations, 1st Source charges a \$2.00 per transaction Excessive Withdrawal Fee after the fourth withdrawal or transaction per monthly statement cycle. While fees may be charged monthly, clients who sign up for certain 1st Source accounts may receive their statements only once per quarter.

e-student Savings

Account Description: e-student savings is designed for clients' between the ages of 16 to 24 who want to save for the future and earn a higher rate of interest for demonstrating good saving habits. Client must have a valid e-mail address to be eligible.

Minimum Balance: There are no minimum balance requirements to open this account. There is a minimum balance of at least \$100, in addition to other requirements, to earn the Bonus Interest Rate.

Interest: For the most current interest rate and Annual Percentage Yield (APY) as well as the Bonus Interest Rate and APY, contact your 1st Source Banking Center. The interest rate is applied to your daily collected balance. Interest is credited to your account and compounded quarterly on the statement cycle date. The Annual Percentage Yield Earned (APYE) will also appear on your account statement. We will calculate the bonus Interest rate based on your average monthly collected balances as of December 31 and apply it to your account effective the first business day of each year if the following took place anytime during the previous calendar year:

- Minimum of four deposits into e-student savings account
- Maximum of two withdrawals from the e-student savings
- Average monthly balance must have been at least \$100 or greater
- e-student savings account has been opened at least three (3) months as of 12/31.

Resource (ATM) Card: You may apply for a Resource Card. It is free for the e-student savings account. The Resource Card allows 24 hour access to your accounts through:

- Our Automatic Teller Machines (ATMs) and the worldwide Network.
- InfoSource, our automated account information line, at 800-235-2557
- Online banking at www.1stsource.com.

Electronic Statements: The e-student savings account comes with electronic statements, combined with the e-student checking account. You must sign up for electronic statements at www.1stsource.com within 32 days of opening your e-student savings account. Accounts that have not been signed up for electronic statements within this 32 day timeframe will be subject to a paper statement fee of \$5.00 per month. You will need to accept the [Electronic Statement Terms and Conditions](#) when you sign up. Please review the terms carefully.

Transactions: Federal regulations limit accounts to six withdrawals or transfers per statement cycle. While six withdrawals are allowed, 1st Source charges a \$2.00 per transaction Excessive Withdrawal Fee after the fourth withdrawal or transaction per statement cycle.

Qualifications: Must be between the ages of 16 and 24 to be eligible for e-student savings. On the date of the e-student savings client's 25th birthday or next business day thereafter, the e-student savings account will automatically be converted to EveryDay Interest and all the account details and charges in force for EveryDay Interest account will then apply to the e-student savings client.

Holiday Savings Account

Account Description: Make your Holidays brighter with a 1st Source Holiday Savings Account. Setting aside a little money throughout the year will help you avoid budget-busting decisions at the last minute. Plus, you'll enjoy the benefit of earning interest on your savings, rather than paying interest on credit card debts. To make saving even easier, consider signing up for 1st Source Bank's Holiday Express. Holiday Express automatically transfers money from your checking or other savings accounts into your Holiday Savings Account. You determine the deposit schedule for the whole year and never have to worry about remembering to make a deposit.

Minimum Balance: A \$10.00 minimum balance is required to open or maintain this account.

Interest: For the most current interest rate and Annual Percentage Yield (APY), contact your 1st Source Banking Center. The interest rate is applied to your daily collected balance. Interest is credited to your account annually on the closing date of your Holiday Savings Account. If you should decide to close your account before the scheduled date, interest will be paid to the date of closing.

Deposit Options: Making deposits into your Holiday Savings Account is easy. You can make weekly, bi-monthly or monthly deposits of any amount. Sign up for a Holiday Express Account, and you can have your contributions automatically transferred from your checking or other savings accounts.

Fees: There are no maintenance or setup fees for this account.

Transactions: Holiday Savings balances will be automatically transferred to the account holders designated checking or savings account once per year, usually in October. Alert your 1st Source Banking Center if you would prefer a paper check mailed to you.

Withdrawals from a Holiday Savings Account before the scheduled funds transfer date may result in the account being closed and a \$10.00 close-out fee being charged.

Money Management Account

Account Description: The Money Management Account is a savings account with a checking component. The savings account earns market rates on balances of \$2,500 or more, while the checking component allows you to access your funds by writing a limited number of checks per month.

Minimum Balance: To take full advantage of the Money Management Account's attractive interest rates, a minimum daily balance of \$2,500 or more should be maintained. Balances below \$2,500 are subject to a \$7.00 monthly service fee.

Interest: Daily balances of \$2,500 or more earn interest at market rates, while balances below that amount earn a lesser base rate. For the most current interest rate and Annual Percentage Yield (APY), contact your 1st Source Banking Center. The interest rate is applied to your daily collected balance. Interest is credited to your account and compounded monthly on the statement cycle date. The Annual Percentage Yield Earned (APYE) will also appear on your account statement.

Resource® (ATM) Card: With the Money Management Account, you may apply for a free Resource® Card, which allows you 24-hour access to your account(s) through:

- our ATMs and the worldwide CIRRUS® Network
- InfoSource®, our automated account information line, at 800 235-2557
- Online Banking at www.1stsource.com

Check Images: Check images are free and come as part of your monthly statement.

Transactions: Federal regulations limit Money Management accounts to six pre-authorized, automatic scheduled or recurring withdrawals or transfers per statement cycle. This includes checks, "EFT" or "ACH" transactions, online banking transfers, transfers on 1st Source telephone banking and transfers made over the telephone with a 1st Source Bank representative. Accounts that repeatedly exceed this limit may be closed or moved to another deposit product. 1st Source Bank assesses a \$10.00 fee on Money Management accounts for each transaction that exceeds the limit of six.

EveryDay Interest Select

Account Description: EveryDay Interest Select is designed especially for clients age 60 or older who maintain total deposits of \$10,000 or more with 1st Source (excluding IRAs and non-deposit trusts).

Minimum Balance: There is no minimum balance required to open or maintain this account, as long as the account holder is also an Easy Select Checking account customer. If you should elect to close your Easy Select Checking account, an average daily balance of \$10,000 or more is required to avoid a \$10.00 monthly service fee on the EveryDay Interest Select savings account.

Interest: EveryDay Interest Select pays interest on a tiered rate. To obtain the most current tiered interest rates and Annual Percentage Yield (APY), please contact your 1st Source Banking Center. The Interest Rate is applied to the Daily Collected Balance, and is credited to your account and compounded monthly on the statement cycle date. The Annual Percentage Yield Earned (APYE) will also appear on your periodic account statement.

Resource® (ATM) Card: Please see the Easy Select Checking account terms on page 7.

Transactions: Federal regulations limit accounts to six withdrawals or transfers per statement cycle. While six withdrawals are allowed, 1st Source charges a \$2.00 per transaction Excessive Withdrawal Fee after the fourth withdrawal or transaction per statement cycle.

OVERDRAFT PROTECTION SERVICE

Service Description: Where available. Overdraft Protection Service is an optional service that allows automatic transfer of funds from a savings account to a checking account to cover an overdraft. Funds are transferred once per day in \$50 increments to cover the overdrawn amount plus the fee. If the account does not have the available balance to cover the transferred amount, no transfer will take place.

The transaction limits detailed in the Product Disclosures section regarding withdrawals and transfers from savings accounts apply to the use of this service. Only one account may be tied to a personal checking account for Overdraft Protection Service.

Overdraft Protection Service transfer activity is included on the account statement and online banking.

Fees: A \$7.00 per day fee will be assessed for each day there is an Overdraft Protection Service transfer.

Transactions: An Overdraft Protection Service transfer from a savings account is considered by the Federal Government as an electronic withdrawal transaction. These types of transactions have monthly limits of six. See "Product Disclosures – Savings Accounts" in this booklet for more information.

CERTIFICATES OF DEPOSIT

Account Description: An investment product allowing you to choose terms ranging from seven (7) days to ten (10) years.

Minimum Deposit Requirements: The minimum deposit requirements to establish a Certificate of Deposit are:

Term	Minimum Deposit*
7 through 31 days	\$25,000
32 days to 1 year	\$2,500
1 year and greater	\$500

**The minimum investment on promotional Certificates of Deposits is subject to change.*

Early Withdrawal Penalty: Unless stated differently on the front of the receipt, any withdrawal before the maturity date will result in a penalty charge based on the following schedule.

Original Term	Early Withdrawal Penalty
7 through 31 days	All interest earned on the amount withdrawn.
32 days through 1 year	Three months' interest on the amount withdrawn.
More than one year through six years	Six months' interest on the amount withdrawn.
More than six years	Twelve months' interest on the amount withdrawn.

Rate (Interest): The Interest Rate for a 1st Source Certificate of Deposit is fixed for the term of the CD and is usually expressed in terms of its Annual Percentage Yield or APY. The APY is a rate of return which assumes that your funds will remain on deposit for the full term of the CD and that any interest earned before the maturity date (end of the term) will be added to the principal (your initial deposit). Interest added in this way is “compounded,” and allows you to earn interest on your interest. For CDs with terms longer than 12 months, interest is compounded annually. For CDs with terms shorter than 12 months, the interest is compounded at maturity (when the term expires).

For the most current interest rates and Annual Percentage Yields (APYs), contact your 1st Source Banking Center. The Interest Rate stated on your Certificate of Deposit will remain in effect until the maturity date. Interest begins to accrue on the effective date of the Certificate. Interest not paid by check or credited to another account will be added to the principal annually or on the maturity date of the Certificate, whichever comes first.

Single/Multiple Maturities: A Certificate is issued in either single maturity or multiple maturity form. A single maturity Certificate will not earn interest after the maturity date. A multiple maturity Certificate will be automatically renewed for time periods equal to its original term at the interest rate and Annual Percentage Yield in effect on each renewal date.

Balance Computation Method: We use the Daily Balance Method to calculate the interest on your account.

Transaction Limitations: After the Certificate of Deposit is established, you may not make deposits into or withdrawals from the account until the maturity date.

Grace Period: A Certificate with an original term of 31 days or less has a grace period of three days. A Certificate with an original term greater than 31 days has a grace period of ten (10) days. During the grace period, a Certificate may be redeemed without penalty, or it may be renewed retroactive to its maturity date. Interest is not earned during the grace period if the Certificate is redeemed.

INDIVIDUAL RETIREMENT ACCOUNT (IRA)

Traditional IRA Certificates of Deposit

Account Description: This IRA CD is an investment product allowing you to choose terms ranging from seven (7) days to ten (10) years. Taxes may be deferred on both your contributions and earnings, until you begin to take a distribution.

Eligibility: Anyone under the age of 70^{1/2} with earned income can invest in a Traditional IRA.

Deductions: With a Traditional IRA, you may be able to deduct your contribution from your taxable income.

Contributions: There is no minimum contribution requirement to establish a Traditional IRA Certificate of Deposit; however, the minimum contribution on promotional IRA Certificates of Deposits is subject to change. Maximum allowable annual contribution depends upon income and is governed by federal law. Current contribution limits are available from the IRS.

Distributions: IRA distributions may begin once an account holder reaches 59^{1/2}. Distributions must begin by 70^{1/2}. All distributions are taken from the principal balance.

Early Withdrawal Penalty: Unless stated differently on the front of the receipt, any withdrawal before the maturity date will result in a penalty charge based on the following schedule.

Original Term	Early Withdrawal Penalty
7 through 31 days	All interest earned on the amount withdrawn.
32 days through 1 year	Three months' interest on the amount withdrawn.
More than one year through six years	Six months' interest on the amount withdrawn.
More than six years	Twelve months' interest on the amount withdrawn.

Transaction Limitations: After the IRA Certificate of Deposit is established, you may not make withdrawals from the account until the maturity date.

Fees: A \$25.00 administration fee may be charged for withdrawals or transfer of funds from the bank.

Rate (Interest): The Interest Rate for a 1st Source IRA Certificate of Deposit is fixed for the term of the CD and is usually expressed in terms of its Annual Percentage Yield or APY. The APY is a rate of return which assumes that your funds will remain on deposit for the full term of the IRA CD and that any interest earned before the maturity date (end of the term) will be added to the principal (your initial deposit). Interest added in this way is "compounded," and allows you to earn interest on your interest. For IRA CDs with terms longer than 12 months, interest is compounded annually. For IRA CDs with terms shorter than 12 months, the interest is compounded at maturity (when the term expires).

For the most current interest rates and Annual Percentage Yields (APYs), contact your 1st Source Banking Center. The Interest Rate stated on your IRA Certificate of Deposit will remain in effect until the maturity date. Interest begins to accrue on the deposit date of the IRA deposit receipt. Interest not paid by check or credited to another account will be added to the principal annually or on the maturity date of the IRA Certificate, whichever comes first.

Multiple Maturity: All IRA Certificates are issued in multiple maturity form. A multiple maturity IRA Certificate will be automatically renewed for the time periods equal to its original term at the interest rate and Annual Percentage Yield in effect on each renewal date.

Balance Computation Method: We use the Daily Balance Method to calculate the interest on your account.

Grace Period: A Certificate with an original term of 31 days or less has a grace period of one day. A Certificate with an original term greater than 31 days has a grace period of ten (10) days. During the grace period, an IRA Certificate may be redeemed without Bank penalty (though tax penalties may apply), or it may be renewed retroactive to its maturity date. Interest is not earned during the grace period if the certificate is redeemed.

Roth IRA Certificates of Deposit

Account description: This IRA CD is an investment product allowing you to choose terms ranging from seven (7) days to ten (10) years. You pay taxes on the money you contribute. Your distributions, including earnings, are tax-free.

Eligibility: Anyone with earned income who meets the income qualifications set by the IRS can invest in a Roth IRA.

Contributions: There is no minimum contribution requirement to establish a Roth IRA Certificate of Deposit; however, the minimum contribution on promotional IRA Certificates of Deposits is subject to change. Maximum allowable annual contribution depends upon income and is governed by federal law. Current contribution limits are available from the IRS.

Distributions: You may withdraw your original contribution at any time without tax or tax penalty. You may withdraw earnings tax-free at age 59^{1/2} if the account has been open for at least five (5) years. All distributions are taken from the principal balance.

Early Withdrawal Penalty: Unless stated differently on the front of the receipt, any withdrawal before the maturity date will result in a penalty charge based on the following schedule.

Original Term	Early Withdrawal Penalty
7 through 31 days	All interest earned on the amount withdrawn.
32 days through 1 year	Three months' interest on the amount withdrawn.
More than one year through six years	Six months' interest on the amount withdrawn.
More than six years	Twelve months' interest on the amount withdrawn.

Transaction Limitations: There are no bank limitations on transactions. Transactions are subject to limitations set by IRS regulations.

Fees: A \$25.00 administration fee may be charged for withdrawals or transfer of funds from the bank.

Rate (Interest): The Interest Rate for a 1st Source IRA Certificate of Deposit is fixed for the term of the CD and is usually expressed in terms of its Annual Percentage Yield or APY. The APY is a rate of return which assumes that your funds will remain on deposit for the full term of the IRA CD and that any interest earned before the maturity date (end of the term) will be added to the principal (your initial deposit). Interest added in this way is "compounded," and allows you to earn interest on your interest. For IRA CDs with terms longer than 12 months, interest is compounded annually. For IRA CDs with terms shorter than 12 months, the interest is compounded at maturity (when the term expires).

For the most current interest rates and Annual Percentage Yields (APYs), contact your 1st Source Banking Center. The Interest Rate stated on your IRA Certificate of Deposit will remain in effect until the maturity date. Interest begins to accrue on the deposit date of the IRA deposit receipt. Interest not paid by check or credited to another account will be added to the principal annually or on the maturity date of the IRA Certificate, whichever comes first.

Multiple Maturity: All IRA Certificates are issued in multiple maturity form. A multiple maturity IRA Certificate will be automatically renewed for the time periods equal to its original term at the interest rate and Annual Percentage Yield in effect on each renewal date.

Balance Computation Method: We use the Daily Balance Method to calculate the interest on your account.

Grace Period: A Certificate with an original term of 31 days or less has a grace period of one day. A Certificate with an original term greater than 31 days has a grace period of ten (10) days. During the grace period, an IRA Certificate may be redeemed without penalty (though tax penalties may apply), or it may be renewed retroactive to its maturity date. Interest is not earned during the grace period if the certificate is redeemed.

Coverdell Education Savings Account (CESA) IRA Certificates of Deposit

Account Description: This IRA CD is an investment product allowing you to choose terms ranging from seven (7) days to ten (10) years. You pay taxes on the money you contribute to the account on behalf of a child under the age of 18. Distributions, including earnings, are tax-free if used for qualified education expenses.

Eligibility: Any individual or entity may establish and contribute to a CESA on behalf of a child.

Contributions: There is no minimum contribution requirement to establish a CESA IRA Certificate of Deposit; however, the minimum contribution on promotional IRA Certificates of Deposits is subject to change. Maximum allowable annual contribution depends upon income and is governed by federal law. Current contribution limits are available from the IRS.

Distributions: Distributions are tax-free if used for qualified education expenses. All distributions are taken from the principal balance.

Early Withdrawal Penalty: Unless stated differently on the front of the receipt, any withdrawal before the maturity date will result in a penalty charge based on the following schedule.

Original Term	Early Withdrawal Penalty
7 through 31 days	All interest earned on the amount withdrawn.
32 days through 1 year	Three months' interest on the amount withdrawn.
More than one year through six years	Six months' interest on the amount withdrawn.
More than six years	Twelve months' interest on the amount withdrawn.

Transaction Limitations: There are no bank limitations on transactions. Transactions are subject to limitations set by IRS regulations.

Fees: A \$25.00 administration fee may be charged for withdrawals or transfer of funds from the bank.

Rate (Interest): The Interest Rate for a 1st Source IRA Certificate of Deposit is fixed for the term of the CD and is usually expressed in terms of its Annual Percentage Yield or APY. The APY is a rate of return which assumes that your funds will remain on deposit for the full term of the IRA CD and that any interest earned before the maturity date (end of the term) will be added to the principal (your initial deposit). Interest added in this way is “compounded,” and allows you to earn interest on your interest. For IRA CDs with terms longer than 12 months, interest is compounded annually. For IRA CDs with terms shorter than 12 months, the interest is compounded at maturity (when the term expires).

For the most current interest rates and Annual Percentage Yields (APYs), contact your 1st Source Banking Center. The Interest Rate stated on your IRA Certificate of Deposit will remain in effect until the maturity date. Interest begins to accrue on the deposit date of the IRA deposit receipt. Interest not paid by check or credited to another account will be added to the principal annually or on the maturity date of the IRA Certificate, whichever comes first.

Multiple Maturity: All IRA Certificates are issued in multiple maturity form. A multiple maturity IRA Certificate will be automatically renewed for the time periods equal to its original term at the interest rate and Annual Percentage Yield in effect on each renewal date.

Balance Computation Method: We use the Daily Balance Method to calculate the interest on your account.

Grace Period: A Certificate with an original term of 31 days or less has a grace period of one day. A Certificate with an original term greater than 31 days has a grace period of ten (10) days. During the grace period, an IRA Certificate may be redeemed without penalty (though tax penalties may apply), or it may be renewed retroactive to its maturity date. Interest is not earned during the grace period if the certificate is redeemed.



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