IMPORTANT CHANGES OF TERMS AND FEE SCHEDULE

1st Source Bank®

Please Read Carefully

You may request the full *Agreement for Deposit – Personal Accounts* or you may contact us by:

- Visiting your local 1st Source banking center
- Online at 1stsource.com/disclosures
- By calling the 1st Source Bank Client Service center at 800-513-2360
- Live Online Chat: 1stsource.com
- Email: 1stsource@1stsource.com

Please do not include confidential or sensitive information such as Account numbers, passwords, PINs, or personal information in your email or chat.

The following items have been updated in our *Agreement for Deposit – Personal Accounts (AFD)* and are effective August 1, 2026:

The following have been updated in section **1. DEFINITIONS**:

Current Balance: The Current Balance is the full amount of all deposits to your Account, less payment transactions that actually posted to your Account. Any Holds for purchase transactions, Holds on deposits (see Funds Availability Schedule), or other Checks, payments and fees that have not yet posted will not appear in your Current Balance. The Current Balance is the balance on your Account statements.

Minimum Daily Balance: The lowest Current Balance in the Account at the end of a Business Day. We may use the Minimum Daily Balance to determine service charges on your Account.

The following have been updated in section **3. IMPORTANT NOTICS & TERMS OF YOUR ACCOUNT:**

Zero Balance Account Closure Policy

If your Account has a zero balance, we may restrict certain account features or keep the Account open for a limited period of time. While the Account remains open, transactions may still post, and the Account may become Overdrawn. If the balance remains zero, we may close the Account automatically after a period of inactivity. Once an Account is closed, it cannot be reopened. Timing may vary by product. Any notice required by law will be provided.

Multiple Party Accounts

Unless our Account records indicate that a joint depositor is a fiduciary or beneficiary, an Account that you open with one or more joint depositors will be a joint Account with right of survivorship and not owned as tenants by the entireties. The Bank expressly disallows Accounts owned as tenants by the entireties.

Minor Accounts

We may open select personal deposit Accounts for depositors as young as 13 years old and will require a legal adult to be a joint Account holder. If you were a minor when the Account was opened or when you were added as an Account owner, you will be considered to have accepted this Agreement when you reach the age of majority unless you provide written notice that you do not want to accept this Agreement. If you do not want to accept this Agreement after you reach the age of majority, you must provide us with written notice within 60 days after you become a legal adult. If you give us written notice rejecting this Agreement, you will be removed from the Account, and the Account may be closed immediately. If we do not receive your written notice within 60 days, your acceptance of this Agreement will be final and cannot be changed. You must mail your written notice to: 1st Source Bank, Deposit Services, P.O. Box 1602, South Bend, IN 46634.

Section **4. OVERDRAFTS, OVERDRAFT PROTECTION AND OVERDRAFT PRIVILEGE** has been updated to the following:

An Overdraft results when there is not enough Current Balance in your Account at the time a transaction is presented to us for payment. The Bank offers Overdraft Protection and Overdraft Privilege services to help you avoid fees for Overdrafts.

The Bank uses Available Balance to decide whether to authorize debit card purchases, ATM withdrawals and banking center transactions. For other types of payment transactions such as ACH payments and Checks, the Bank uses Current Balance at the time these transactions are presented for payment to determine whether to pay or return them unpaid. If a Check or ACH transaction is returned unpaid because your Account has insufficient Current Balance, then we will charge you an NSF Fee in accordance with our Fee Schedule in effect at the time. You may be charged a fee each time an ACH or Check is returned unpaid, even if it was previously returned and you were previously charged an NSF fee. If we elect to pay any Item when there is insufficient Current Balance in your account, then we will charge you an Overdraft Item Fee. However, you will generally not be charged a fee if we pay an overdraft debit card payment that was authorized when there was sufficient Available Balance in your account.

We have Account services, such as Overdraft Protection and Overdraft Privilege, that might be available to you and could help you avoid Overdraft Item Fees and NSF Fees.

Overdraft Protection is either an automatic transfer from an (a) Overdraft Transfer Service (OTS) or (b) Carefree Line of Credit.

- OTS is an optional service that allows automatic transfer of available funds from a Savings Account to an Account to cover an Overdraft. Funds are transferred once per day in $50.00 increments to cover the overdrawn amount. Savings Account transaction limitations apply to this service. Only one Savings Account can be connected to OTS per personal Account. OTS is not available for Accounts linked to Carefree Line of Credit. Records of transfers from a Savings Account to a Account are included on your Account Statement and viewable in Online and Mobile Banking.
- Carefree Line of Credit is an optional credit product that offers protection from Overdrafts and associated fees by advancing funds from the line of credit to your Account. This service requires an application with approved credit to determine the amount of protection available to you. If the Bank advances funds from your Carefree Line of Credit linked to your Account, you will not be charged an advancing fee; however, you will pay interest on each draw in accordance with your Carefree Line of Credit Agreement.

Overdraft Privilege is automatically provided for ACH, automatic bill pay, recurring debit card and Check transactions. You must affirmatively opt in for Overdraft Privilege to apply to everyday or one-time debit card payments. Overdraft Privilege is only available if:

- Your Account has been open for three (3) months,
- A deposit has been made in the preceding forty-five (45) calendar days, and
- Your Account has not been Overdrawn the last six (6) consecutive calendar days.
  We may use subsequent deposits, including direct deposits of Social Security or other government benefits to cover Overdrafts and Overdraft fees.

The fact that we may pay Overdrafts does not obligate us to do so the next time your Account lacks sufficient Current Balance to cover an item. So you CANNOT rely on us to pay Overdrafts on your Account regardless of how frequently or under what circumstances we have paid Overdrafts on your Account in the past. We can change our practice of paying, or not paying, discretionary Overdrafts on your Account without notice to you.

When an Account is Overdrawn (negative) for at least six (6) consecutive Business Days, then starting on the seventh (7th) consecutive Business Day a Daily Overdraft Fee will be assessed on the Account as provided in the *Fee Schedule for Personal Accounts*.

It is very important to understand you may still overdraw your Account even though the Available Balance and Current Balance appear to show sufficient funds to cover a transaction. Your Account balances may not reflect all of your outstanding Checks, debit card and ACH payment transactions or other payment transactions you have previously initiated. **You, as the initiator of Checks or payments, are in the best position to know how much money you have in your Account to spend.**

The following has been added to section **11. RESOLUTION OF DISPUTES, G. Location of Legal and Arbitration Proceedings:**

With respect to all claims and disputes that are not submitted or subject to arbitration for any reason, you hereby consent to personal jurisdiction and venue exclusively in an appropriate state court located in St. Joseph County, Indiana or the United States District Court for the Northern District of Indiana, South Bend Division, located in St. Joseph County, Indiana.

The following has been updated in our *Fee Schedule for Personal Accounts* and is effective August 1, 2026:

Fee Name/Description	Fee Amount	Other Important Information About This Fee
Check Image Fee Fee to include check images with paper statements	$3 per statement cycle for the front of checks $3 per statement cycle for back of checks $4 per statement cycle for the front and back of checks	Images of the front of your checks are available at no extra cost in Online and Mobile Banking, and on electronic statements for all checking accounts. Most checking accounts also include front check images on paper statements at no extra cost. If you would like images of both the front and back of your checks printed on your paper statement, you can add this service for $3 per statement cycle. 1st Checking and eStudent Checking accounts: Paper statements do not include check images. You may request images of the front of checks on your paper statement for $3 per statement cycle, and images of the front and back of your checks for $4 per statement cycle.