

## NOTICE TO INQUIRERS AND LOAN APPLICANTS

You have a right to submit a written application for a mortgage loan or a home improvement loan or to request written information concerning typical loan terms that we are currently offering on mortgage loans and home improvement loans. It is illegal to establish a minimum mortgage amount of more than \$5000.00 or a minimum home improvement loan of more than \$500.00. It is illegal to deny a loan or vary the terms and conditions of a loan because of the racial or ethnic trends or characteristics of the neighborhood or the age of the structure, but not because of its physical condition. If your application for a loan so rejected, you have a right to a written statement of the reasons for the rejection. If you are granted a loan but the amount required for down payment, the interest rate, term of maturity, application procedure, or other terms or conditions of the loan vary from the terms or conditions offered in other neighborhoods, you have a right to written statement of the reasons for the variation. The rights described in this notice are set forth in and limited by Act No. 135 of the Public Acts of 1977. If you believe that your rights under this act have been violated, you should contact the financial institutions bureau of the Michigan Department of Commerce.

FINANCIAL INSTITUTIONS BUREAU  
URBAN INVESTMENT DIVISION  
P.O. Box 30224  
Lansing, MI 48909  
(517) 373-8674

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### ESCROW DISCLOSURE

( ) The following is disclosed by Preferred Plus Mortgage to understand as mandated by Law.

“If we have an escrow account for payment of taxes and insurance, this account shall be reviewed each year to determine if sufficient funds are available for payment of bills. Should a shortage occur, we will have the option of paying the amount in one payment or paying it over a period of (12) months. If our escrow account indicates an excess of funds, we will be given the option of (a) having the funds returned to us, (b) applying the funds to our principle balance, or (c) leaving the funds in our escrow account for future increase.”

( ) The aforementioned information referring to escrow accounts does not apply since I/we have requested an **escrow waiver**. However, in the event that I/we default on the escrow or any provisions of the mortgage and I/we are required to make monthly escrow payments as a result thereof, this provision shall be applicable.

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### ACKNOWLEDGMENTS

We hereby acknowledge receipt of the Notice of Right to Financial Privacy Act, Notice Regarding Loan Servicing, Notice Regarding Truth-In-Lending and the Equal Credit Opportunity Notice. We also acknowledge receipt of the HUD Booklet, “Settlement Costs” and acknowledge that we have received a Good Faith Estimate of closing costs at the time we filled out our loan application.

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Borrower

Date

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Co-Borrower

Date