

COMMERCIAL BUSINESS PURPOSE LOAN APPLICATION

IMPORTANT: Read these instructions before completing this application.

Applicants should complete this form (including the referenced addenda) as "Borrower" or "Co-Borrower," as applicable. Co-Borrower information must also be provided (and the appropriate box checked) when the income or assets of a person other than the Borrower (including the Borrower's spouse) will be used as a basis for loan qualification or the income or assets of the Borrower's spouse or other person who has community property rights pursuant to state law will not be used as a basis for loan qualification, but his or her liabilities must be considered because the spouse or other person has community property rights pursuant to applicable law and Borrower resides in a community property state, the security property is located in a community property state, or the Borrower is relying on other property located in a community property state as a basis for repayment of the loan.

If this is an application for joint credit, Borrower and Co-Borrower each agree that we intend to apply for joint credit (sign below):

Ka _____
Borrower _____ Co-Borrower _____

SECTION A: CREDIT REQUESTED

Intended loan purpose and use of loan proceeds shall be set forth on a separate "Certificate of Business Purpose".

Loan Purpose:

- Purchase (to be remodeled and sold)
- Refinance (to be remodeled and sold)
- Financing of rental (income) property
- Construction

Borrower or Co-Borrower means an "applicant" for a potential loan. Even when this loan application is completed, it is not a loan commitment for a loan on the requested terms or on any other terms. Any "loan commitment" must expressly state that it is a commitment to make a loan on specified terms and it must be in writing signed by the lender or by the lenders' broker.

SECTION B: BORROWER INFORMATION AND COMPLETION INSTRUCTIONS

The "Borrower" or "Co-Borrower" listed in this application must be the persons who will be obligated on, and who will sign, the promissory note at or before the closing of the loan. Therefore, if the "Borrower" or "Co-Borrower" is a corporation, Limited Liability Company ("LLC"); partnership, limited partnership, trust or estate, or other entity, the information below must be regarding the entity applying for the loan and not regarding any partner, managing member, trustee, etc. In addition to a person who signs a written guaranty for the loan, any person who gives additional security for the loan who is not a Borrower or Co-Borrower signing the promissory note, is also a guarantor. Guarantors must complete a separate addendum B-1 to this loan application.

Borrower is a/an: Individual(s) Corporation LLC Partnership Limited Partnership Nonprofit entity
 Gov't Entity Trust Other (Specify) _____

| | | |
|--|----------------------------|-----------------------------|
| Legal Name of Borrower (Entity Name or Last Name, if Individual) | First Name (If Individual) | DBA Name (where applicable) |
|--|----------------------------|-----------------------------|

| | | |
|---|----------------------------|-----------------------------|
| Legal Name of Co-Borrower (Entity Name or Last Name, if Individual) | First Name (If Individual) | DBA Name (where applicable) |
|---|----------------------------|-----------------------------|

| | | | |
|----------------------------------|----------------------------|------------------|-------------|
| If Entity, State of Organization | Date of Filing to Organize | Filing Locations | SSN/TIN No. |
|----------------------------------|----------------------------|------------------|-------------|

| | | |
|--|------|------------------|
| Principal Place of Business Address (not a P.O. Box) | City | State & Zip Code |
|--|------|------------------|

| Mailing Address (if different from the above) | | City | | | State & Zip Code | |
|--|------------------|------------------|---------------|---|---|---|
| Main Contact Phone Number D | | Cell Phone | | Fax | | E-mail address |
| Secondary Contact Phone Number | | Cell Phone | | Fax | | E-mail address |
| How many years of experience do you have buying and selling real estate? | | | | | | |
| If Borrower(s) is an individual or individuals applying for joint credit, the Borrower and Co-Borrower should complete addendum B-1. | | | | | | |
| If Borrower is an entity: (1) for an LLC, each member who owns 20% or more interest and each managing member; or (2) each limited partner who owns 20% or more interest and each general partner; or (3) each stockholder owning 20% or more of voting stock, please complete addendum B-1. | | | | | | |
| "Guarantors" and any person who is not the borrower executing the promissory note but who will be providing a written guaranty (secured or unsecured) or who will be giving (hypothecating) security for the Borrower's loan, must complete addendum B-1. | | | | | | |
| SECTION C: SCHEDULE OF COLLATERAL OFFERED BY BORROWER | | | | | | |
| Collateral Address or Legal Description | | Type of Property | Value | Total Liens | Ownership Status of this Applicant | Current Record Owner (vested title) of Property (included percentage or interest between cotenants and joint tenants) |
| Property # 1: | | | \$ | \$ | <input type="checkbox"/> Purchasing <input type="checkbox"/> Owned | |
| Property # 2: | | | \$ | \$ | <input type="checkbox"/> Purchasing <input type="checkbox"/> Owned | |
| Property # 3: | | | \$ | \$ | <input type="checkbox"/> Purchasing <input type="checkbox"/> Owned | |
| Use Additional Sheet if Necessary | | | | | | |
| Existing Liens on Collateral | | | | | | |
| Current Lender | Rate of Interest | Monthly Payment | Maturity Date | Status of Lien at the Close of Escrow | Current use of the Property and any proposed change in use after closing: | Source of down payment, if applicable |
| Property # 1: | | \$ | | <input type="checkbox"/> To be paid off <input type="checkbox"/> To remain on Property | | |
| Property # 2: | | \$ | | <input type="checkbox"/> To be paid off <input type="checkbox"/> To remain on Property | | |
| Property # 3: | | \$ | | <input type="checkbox"/> To be paid off <input type="checkbox"/> To remain on Property | | |
| Name of vested owner and manner of holding title to each listed property that will be collateral for the loan at the close of escrow: | | | | | | |
| Will any person other than the Borrower or Co-Borrower (who will sign the note), provide security for the loan? <input type="checkbox"/> Yes <input type="checkbox"/> No | | | | | | |
| If "yes", please have such person(s) providing the security complete Addendum B-1 (Guarantors). | | | | | | |
| Use Additional Sheet if Necessary | | | | | | |

SECTION D: Details of Transaction

| | |
|---|----|
| A. Purchase Price | \$ |
| B. Alterations, improvements, repairs | \$ |
| C. Land (if acquired) | \$ |
| D. Refinance (incl. debts to be paid off) | \$ |
| E. Estimated prepaid items | \$ |
| F. Estimated closing costs | \$ |
| G. PMI, MIP, Funding Fee | \$ |
| H. Discount (if Borrower will pay) | \$ |
| I. Total costs (add items A through H together) | \$ |

SECTION E: Declarations

| | | | | |
|---|------------------------------|-----------------------------|------------------------------|-----------------------------|
| If you answer "Yes" to any questions below, A through E, please use continuation sheet for explanation. | Borrower | Co-Borrower | | |
| A. Are there any outstanding judgments against you? | <input type="checkbox"/> Yes | <input type="checkbox"/> No | <input type="checkbox"/> Yes | <input type="checkbox"/> No |
| B. Have you been declared bankrupt within the past 7 years? | <input type="checkbox"/> Yes | <input type="checkbox"/> No | <input type="checkbox"/> Yes | <input type="checkbox"/> No |
| C. Have you had property foreclosed upon or given title or a deed in lieu thereof in the past 7 years? | <input type="checkbox"/> Yes | <input type="checkbox"/> No | <input type="checkbox"/> Yes | <input type="checkbox"/> No |
| D. Are you a party to a lawsuit? | <input type="checkbox"/> Yes | <input type="checkbox"/> No | <input type="checkbox"/> Yes | <input type="checkbox"/> No |
| E. Have you directly or indirectly been obligated on any loan which resulted in foreclosure, transfer of title in lieu of foreclosure, short sale or judgment?* | <input type="checkbox"/> Yes | <input type="checkbox"/> No | <input type="checkbox"/> Yes | <input type="checkbox"/> No |

*This would include such loans as home mortgage loans, SBA loans, home improvement loans, educational loans, manufactured (mobile) home loans, any mortgage, financial obligation, bond, or loan guarantee. If "Yes", provide details on an attached signed page, including date, name, and address of Lender, FHA or VA case number, if any, and reasons for the action.

SECTION F: List all authorized signers (Borrower, Co-Borrower and/or Guarantors) for this application

| | | | | | |
|----------------|-------|--|--|-------------|-------------|
| Name | Title | <input type="checkbox"/> Borrower <input type="checkbox"/> Co-Borrower <input type="checkbox"/> Guarantor <input type="checkbox"/> Signer | | SSN or TIN# | |
| Street Address | | City | | State | Zip Code |
| Name | Title | <input type="checkbox"/> Borrower <input type="checkbox"/> Co-Borrower <input type="checkbox"/> Guarantor <input type="checkbox"/> Signer | | | SSN or TIN# |
| Street Address | | City | | State | Zip Code |
| Name | Title | <input type="checkbox"/> Borrower <input type="checkbox"/> Co-Borrower <input type="checkbox"/> Guarantor <input type="checkbox"/> Signer | | | SSN or TIN# |
| Street Address | | City | | State | Zip Code |
| Name | Title | <input type="checkbox"/> Borrower <input type="checkbox"/> Co-Borrower <input type="checkbox"/> Guarantor <input type="checkbox"/> Signer | | | SSN or TIN# |
| Street Address | | City | | State | Zip Code |
| Name | Title | <input type="checkbox"/> Borrower <input type="checkbox"/> Co-Borrower <input type="checkbox"/> Guarantor <input type="checkbox"/> Signer | | | SSN or TIN# |
| Street Address | | City | | State | Zip Code |

Use Additional Sheet if Necessary

Information for Government Monitoring Program

The following information is requested by the Federal Government for certain types of loans related to a dwelling in order to monitor the lender's compliance with equal credit opportunity, fair housing and home mortgage disclosure laws. You are not required to furnish this information, but are encouraged to do so. The law provides that a lender may not discriminate either on the basis of this information, or on whether you choose to furnish it. If you furnish the information, please provide both ethnicity and race. For race, you may check more than one designation. If you do not furnish ethnicity, race, or sex, under Federal regulations, this lender is required to note the information on the basis of visual observation and surname if you have made this application in person. If you do not wish to furnish the information, please check the box below. (Lender must review the above material to assure that the disclosures satisfy all requirements to which the lender is subject under applicable state law for the particular type of loan applied for.)

Not Applicable

| | | | |
|-------------------|--|--------------------|--|
| Borrower | <input type="checkbox"/> I do not wish to furnish this information | Co-Borrower | <input type="checkbox"/> I do not wish to furnish this information |
| Ethnicity: | <input type="checkbox"/> Hispanic or Latino <input type="checkbox"/> Not Hispanic or Latino | Ethnicity: | <input type="checkbox"/> Hispanic or Latino <input type="checkbox"/> Not Hispanic or Latino |
| Race: | <input type="checkbox"/> American Indian <input type="checkbox"/> Asian <input type="checkbox"/> Black <input type="checkbox"/> Hawaiian or Pacific Islander <input type="checkbox"/> White | Race: | <input type="checkbox"/> American Indian <input type="checkbox"/> Asian <input type="checkbox"/> Black <input type="checkbox"/> Hawaiian or Pacific Islander <input type="checkbox"/> White |
| Sex: | <input type="checkbox"/> Male <input type="checkbox"/> Female | Sex: | <input type="checkbox"/> Male <input type="checkbox"/> Female |

To be completed by Loan Originator:

This information was provided:

- In a face-to-face interview
- In a telephone interview
- By the applicant and submitted by fax or mail
- By the applicant and submitted via e-mail or the Internet

| | | |
|--|-------------------------------------|--|
| Loan Originator's Signature X | Date | |
| Loan Originator's Name (print or type) | Loan Originator Identifier | Loan Originator's Phone Number (including area code) |
| Loan Origination Company's Name | Loan Origination Company Identifier | Loan Origination Company's Address |
| Use this continuation sheet if you need more space to complete this Business Purpose/Commercial Loan Application. Mark B for Borrower or C for Co-Borrower, where applicable. | Borrower | Loan Number |
| | Co-Borrower | Loan Number |

SECTION F: Acknowledgement and Agreement

Each of the undersigned specifically represents the following to Lender and to Lender's actual or potential agents, brokers, processors, attorneys, insurers, investors, servicers, successors and assigns and agrees and acknowledges that: (1) the information provided in this application is true and correct as of the date set forth opposite my signature and that any intentional or negligent misrepresentation of this information contained in this application may result in civil liability, including monetary damages, to any person who may suffer any loss due to reliance upon any misrepresentation that I have made on this application, and/or in criminal penalties; (2) the loan requested pursuant to this application (the "Loan") will be secured by a mortgage(s) or deed(s) of trust on the property or properties described in this application; (3) the property or properties will not be used for any illegal or prohibited purpose or use; (4) all statements made in this application are made for the purpose of obtaining a business purpose loan; (5) the property or properties will be occupied or used as indicated in this application; (6) the Lender, its servicers, successors or assigns may retain the original and/or an electronic record of this application, whether or not the Loan is approved; (7) the Lender and its agents, b

rokers, insurers, investors, servicers, successors, and assigns may continuously rely on the information contained in the application, and I am obligated to amend and/or supplement the information provided in this application if any of the material facts that I have represented herein should change prior to closing of the Loan; (8) in the event that my payments on the Loan become delinquent, the Lender, its servicers, successors or assigns may, in addition to any other rights and remedies that it may have relating to such delinquency, report my name and account information to one or more credit reporting agencies; (9) ownership of the Loan and/or administration of the Loan account may be transferred with such notice as may be required by law; (10) neither Lender nor anyone on Lender's behalf has made any representation or warranty, express or implied, to me regarding the property or the condition or value of the property. I understand that, even if I was provided with a copy of the Lender's appraisal, I cannot rely on that appraisal which was obtained solely for the Lender's information and use; (11) this application, so long as it is prepared by me (or at my direction) and submitted by me, shall entitle Lender to rely upon it, even if not signed by me, and my transmission of this application as an "electronic record" containing my "electronic signature," as those terms are defined in applicable federal and/or state laws (excluding audio and video recordings), or my facsimile transmission of this application containing a facsimile of my signature, shall be as effective, enforceable and valid as if a paper version of this application were delivered containing my original written signature; (12) Lender will retain this application and any other credit information Lender receives, even if no loan or credit is granted; (13) Lender is authorized by me to provide to any insurer, lender, or investor, or their successors, with any information and documentation they may request with respect to my/our application, credit or loan; (14) Lender may rely on the representations set forth herein without verifying the information provided by the borrower; (15) the term "Lender" shall include the plural ("Lenders") where more than one Lender makes, funds or purchase my loan.

Borrower: _____ Date: _____ By: _____

Borrower: _____ Date: _____ By: _____