

May 3, 2021

To: Wholesale Operations Team, Wholesale Sales Team, Disclosures

Date: April 30th, 2021

Ref: Lender Paid Compensation (“LPC”) and Borrower-Paid Compensation (“BPC”)

Team,

Currently Acra Lending offers the option for LPC for OO/2nd homes at a maximum of two (2) points for both TRID and Non-TRID loans

Be advised that LPC *and* BPC is not permitted to be charged together (or a “split” Broker commission); the Broker must elect one or the other, not both on TRID applicable loans.

For example, the Broker cannot charge a 1% borrower-paid origination fee *and* a Lender Paid Compensation of 1% (to equal 2% total to the Broker). The loan must either be BPC or LPC.

Note that LPC & BPC combined is allowed on Business Purpose loans.

Please contact the QC department with any questions regarding the above.

Thank you,

Acra Lending Compliance Department