



WHOLESALE BROKER APPLICATION

Company Name: _____ Tax I.D. #: _____

Address: _____ City: _____ State: _____ Zip: _____

Primary Phone No.: () _____ Primary Fax No.: () _____ Web Site Address: _____

Parent Company (if applicable): _____

Address: _____ City: _____ State: _____ Zip: _____

Date Organized/Incorporated: _____ Form of Organization: Corporation Sole Owner Limited Liability Company
Organized/Incorporated In What State: _____ (Check one) Bank Charter Partnership Limited Liability Partnership

Lending State(s): _____

If closely held, list owners showing relative ownership and position:

<u>Name:</u>	<u>Position:</u>	<u>Percentage:</u>
_____	_____	_____ %
_____	_____	_____ %

Number of Full-Time Employees: _____ Number of Branches: _____ List Address, Phone Number and Branch Manager separately

How did you hear about Wall Financial? (check one)	<input type="checkbox"/> WPL Representative	<input type="checkbox"/> Broker Referral	<input type="checkbox"/> Flyer by Fax
	<input type="checkbox"/> Broker Convention/Conference		<input type="checkbox"/> Flyer by e-mail
	<input type="checkbox"/> Other: _____		

LIST NAME, TITLE AND SOCIAL SECURITY NO. OF ALL COMPANY OFFICERS

Name _____	Title _____	SS# _____
Name _____	Title _____	SS# _____
Name _____	Title _____	SS# _____

PLEASE PROVIDE THE FOLLOWING NAMES AND PHONE NUMBERS

Please indicate on a separate sheet the address for any of the below individuals if different from the Company's main address above:

Production & Marketing Contact Name: _____	E-mail Address: _____
Telephone No.: () _____	Fax No.: () _____
Guideline & Product Updates Contact Name: _____	E-mail Address: _____
Telephone No.: () _____	Fax No.: () _____
Pricing Changes Contact Name: _____	E-mail Address: _____
Telephone No.: () _____	Fax No.: () _____
Legal Correspondence Contact Name: _____	E-mail Address: _____
Telephone No.: () _____	Fax No.: () _____

PLEASE INCLUDE THE FOLLOWING WITH THIS APPLICATION

Your application MAY not be considered until we are in receipt of the following:

- ___ **For Corporations**, a Corporation Resolution authorizing company to enter into an agreement with the WinPrime Lending and further indicating officers authorized to sign on behalf of corporation loans
- ___ Signed Loan Fraud Zero Tolerance form
- ___ Copy of current Broker/Lending License or exemption letter for states where you originate
- ___ Completed Credit Consent forms from owner(s) and broker of record (**Sole Proprietorships & Partnerships only**)
- ___ Resumes of all officers and personnel who oversee originations

PRODUCTION FOR PREVIOUS TWELVE MONTHS

Product Type	Loan Volume	Dollar Volume
Conforming	# _____	\$ _____
FHA	# _____	\$ _____
Jumbo	# _____	\$ _____
Alt-A	# _____	\$ _____
Sub-Prime	# _____	\$ _____

BUSINESS REFERENCES

List five (3) lenders with whom you have done business in the last 12 months:

1) _____	_____	() _____
Company	Contact/Title	Phone
2) _____	_____	() _____
Company	Contact/Title	Phone
3) _____	_____	() _____
Company	Contact/Title	Phone

PLEASE RESPOND TO THE FOLLOWING

Yes No Has your company been suspended or terminated by any investor, lender or state regulatory or licensing agency? If yes, please explain:

Yes No Has your company ever been denied, suspended or disqualified by any MI companies? If yes, please explain:

Yes No Is the company or any of the officers of the company currently involved in any lawsuit or litigation that could affect the company's capacity to perform under this agreement? If yes, give details and provide estimate of potential liability through an adverse ruling (attach to Application).

Yes No Has your company ever been denied, suspended or disqualified by HUD or VA? If yes, please explain:

NMLS BROKER LICENSE # _____

AUTHORIZATION

By executing this application, Applicant and each of the above named officers hereby authorize WinPrime Lending ("WPL") to obtain positive identification of information the Applicant provided in this application and to obtain personal credit reports, business reference reports and other information that is of concern to WINPRIME LENDING.. Broker acknowledges that such reports and information will be obtained and used only in connection with WINPRIME LENDING's approval of Applicant and evaluation of Applicant's eligibility to do business with WINPRIME LENDING and not for any consumer credit or other purpose.

Applicant certifies to its best belief and knowledge that the information provided herein is true and correct.

WinPrime Lending agrees that any financial information provided by the applicant will be treated as confidential and will not be released to any third party.

 Signature Title Date

THIS AGREEMENT is entered into in the State of California this _____ day of _____, _____ between WinPrime Lending Inc, hereinafter referred to as “WPL”, and _____

herein after referred to as “Broker.”

WHEREAS, the parties wish to establish a non-exclusive relationship between and for the benefit of WPL and Broker, Broker will submit to WPL, from time to time, selected and completed applications of eligible applicants for mortgage loans for review, underwriting and potential approval by WPL.

AGREEMENT

NOW, THEREFORE, in consideration of the promises, covenants and agreements hereinafter contained, the parties agree as follows:

1. General Broker Responsibility:

Broker shall perform all of the following duties and functions at Broker’s sole expense and Broker agrees to truthfully provide and perform these conditions in addition to the other promises, representations and covenants contained herein: Submit to WPL completed mortgage loan application packages (“Packages”) from applicants using such forms and under such programs, procedures and fee schedules as WPL periodically may establish.

- A. Furnish WPL the applicant’s credit, financial and other information as WPL may require.
- B. Provide such additional information as WPL may reasonably request to assist WPL in marketing the mortgage loans to the secondary market. Broker understands that such a request may occur after the closing of the mortgage loan by WPL.
- C. Perform such other services as WPL shall require to close a mortgage loan.
- D. Comply with all applicable local, state and federal laws, including but not limited to, Real Estate Settlement Procedure Act, the Equal Credit Opportunity Act, the Truth-In-Lending Act, the Fair Credit Reporting Act and any other governmental regulatory requirements relevant to brokerage of real property secured loan applications in each jurisdiction where the real property securing the promissory note is located.

2. Broker is an Independent Contractor:

Broker acknowledges that nothing in this Agreement shall be construed to create a joint venture between Broker and WPL. In addition, nothing in this Agreement shall be construed to make Broker a partner, agent, representative, or employee of WPL, and Broker shall not hold itself out as such. Broker may not use WPL’S name in any advertising medium. Broker agrees that it shall conduct any and all business activities as an independent contractor to WPL. As an independent contractor, Broker shall determine the method, details and means of performing of all services described within this Agreement.

3. Broker’s Warranties:

Broker represents and warrants to WPL at the time any mortgage loan Package is submitted to WPL, at the time that any mortgage loan is funded and closed that:

- A. Broker shall not submit any Loan application or related document that contains any false, fraudulent, or misrepresented information or statements, or omit any material fact necessary to make any statement or information included in such Loan application or related document true and accurate. Broker shall be responsible for all actions taken in the course of its performance of its obligations under this Agreement and acknowledges that it is responsible for fraud, whether performed by Broker, its Employees, its licensees, the applicant or any third party vendor. Broker understands and agrees that in the event WPL reasonably believes misrepresentation or fraud (e.g., instances of misstatements and/or inconsistencies generated either by the Broker or with the Broker’s Knowledge) exists in a Loan application or Loan document, WPL may report such misrepresentation or fraud to the appropriate state and federal regulatory authorities, law enforcement agencies, and fraud databases. Broker acknowledges the importance of WPL’S right and necessity to disclose such information. Broker waives any and all claims for liability, damages, and equitable or administrative relief in connection with WPL’S disclosure of such information

- B. Unless otherwise exempt, Broker is in compliance with all business licensing requirements to do business in the state(s) in which Broker originates any mortgage loan and possesses and agrees to maintain as valid, all necessary licenses, permits, and authority to engage in activities contemplated by this agreement.
- C. Unless disclosed to WPL in writing before the funding of any mortgage loan, Broker shall not receive any direct or indirect payment from any person other than the applicant with respect to the mortgage loan, including, without limitation, a payment involving escrow, appraisal or sale, and Broker (and Broker's agents, employees, officers and directors) shall have no direct or indirect ownership in any property intended as security for the mortgage loan being reviewed by WPL without prior approval by WPL.
- D. Broker, if it is a corporation, is duly organized, validly existing and in good standing under the laws of the jurisdiction of its incorporation, and has full power and authority to own its assets and carry on its business as it is now being conducted, and is duly qualified to transact business where such qualification is required.
- E. All real estate appraisals made in connection with each mortgage loan shall have been performed in accordance with WPL'S Underwriting Guidelines and in accordance with industry standards in the appraising industry in the area where the appraised property is located and accurately represents the value of the appraised property. All of the appraisers selected by the Broker who have performed appraisals in connection with the Mortgage Loans submitted to WPL for funding have been properly licensed and are currently approved in accordance with the provisions of the Wholesale Seller Guide.
- F. That all mortgage loan applications submitted to WPL will be originated and prepared by trained employees of Broker, competent in all relevant aspects of mortgage lending activities and will be properly originated, prepared and completed in accordance with the procedures and guidelines of WPL which shall be known to Broker. Further, Broker agrees to deliver to WPL any and all exhibits or documents obtained or prepared by the Broker in connection with each loan submitted.
- G. That Broker has the requisite authority and capacity to enter into this Agreement.
- H. Any mortgage loan Broker submits to WPL have met all material requirements of federal, state, or local laws, including but not limited to, Usury, Truth-In-Lending, Real Estate Settlement Procedures, Consumer Credit Protection, Equal Credit Opportunity, Loan Disclosure Laws, the Flood Disaster Protection Act, and the Fair Credit Reporting Act and Broker shall maintain in its possession, available for WPL's inspection, and shall deliver to WPL upon demand, evidence of compliance with all such requirements.
- I. Broker has no knowledge of any circumstances or conditions with respect to the loan submitted to WPL for underwriting or funding, that the mortgaged property, the mortgagor or the mortgagor's credit standing can be reasonably expected to cause institutional investors to regard the Mortgage Loan as an unacceptable investment, cause the Mortgage Loan to become delinquent or materially adversely affect the value or marketability of the Mortgage Loan.
- J. With regard to FHA or VA insured Mortgage Loans, the Federal Housing Commissioner or VA, as applicable, has or will issue his Mortgage Insurance Certificate or Loan Guaranty Certificate; and payment due on the mortgage insurance premium has been paid to the insuring authority by WPL; nothing has been done or omitted, and no circumstances exist, the affect of which act, omission or circumstance would invalidate the contract of insurance with the FHA or VA as applicable; and the Mortgage Loan complies with the regulations of the FHA or VA as applicable.
- K. All information submitted by Broker to WPL with regard to the Mortgage Loan, including all written materials, are presented and warranted by Broker to be true, correct, currently valid and genuine; in all material respects, as to information within Broker's knowledge and as reported by each applicant.
- L. To the best of Broker's knowledge, there are no undisclosed agreements between the Mortgagor and Broker concerning any facts or conditions, whether past, present or future, which might in any material way affect the obligations of the Mortgagor to make timely payments or make the Mortgage Loan non saleable in the secondary market.
- M. Broker shall promptly advise WPL of any material change relating to the Broker including, but not limited to, a change in ownership, financial condition or senior management.
- N. With respect to subsection (A) through (N), inclusive of this section 3, Broker will promptly notify WPL if Broker becomes aware of any terms, conditions, warranties, representations or covenants hereunder become untrue or incomplete in all material respects in the future.

4. Indemnification:

Broker agrees to indemnify and hold WPL harmless from any and all liability, claims, loss or damage resulting from any act or omission of Broker. If any claim, action or proceeding shall be asserted or brought against WPL by reason of any such act or omission of Broker, Broker shall, upon demand, obtain representation by legal counsel acceptable to WPL to defend WPL against any such action and/or claim and Broker shall pay all reasonable costs incurred in such defense. Furthermore, Broker agrees to defend, indemnify and hold WPL harmless with respect to any damages arising from or in connection with Broker's use, for any Mortgage Loan, of any non-industry standard form not provided or approved by WPL. Broker further agrees to defend, indemnify and hold WPL harmless from miscalculations and other errors which results from Broker's independent application and processing procedures and for its misuse of forms required by WPL. Broker also agrees to defend, indemnify and hold WPL harmless from claims asserted against WPL under provisions of RESPA, including without limitation, claims based upon, or arising as a result of, any payments received by Broker in the nature of yield spread premium,

Service released premium, back points, discount points, broker rebates, and the like. All of the aforementioned representations and warranties shall survive the closing of each Mortgage Loan transaction and shall insure to the benefit of WPL, and its successors and future assignees.

Broker agrees to indemnify and hold WPL harmless from any and all liability, claims, loss or damage (including without limitation, attorney fees and other litigation expense), extraordinary servicing costs, carrying costs related to any default of the subject mortgage loan to include any litigation, bankruptcy, foreclosure or sale of property by WPL as a result of any of the following circumstances:

- A. Any misstatement of material fact is discovered by WPL or its representative or assigns or disclosed to WPL or its representative or assigns by inspection by WPL or its representatives
- B. Any term of this Agreement is breached by the Broker
- C. Any material fraud or misrepresentation with respect to information submitted on a particular Mortgage Loan is determined to exist by WPL or another investor. This includes, but is not limited to, any misrepresentation of income, credit, assets, employment, or occupancy status. Broker shall be responsible for all actions taken under this Agreement, whether performed by Broker, its employees or licensees, the Applicant or any other third party involved in the origination of the loan.
- D. WPL is required to repurchase any mortgage loan which it has sold to an investor, or which it has placed or pledged to a mortgage pool, which repurchase requirement is as a result of the mortgage loan being a defective loan as the result of any act or omission of Broker; or
- E. If the Mortgagor(s) fail to make the first payment due to WPL or failure to make a first payment to any investor within 30 days of payment due date on any loan funded by WPL.

5. TERMS OF INDEMNIFICATION

- A. Broker may be required (at WPL'S option) to remit to WPL immediately upon demand, a good faith advance to be applied by WPL to cover any such loss, and
- B. Broker may be required (at WPL'S option) to remit to WPL immediately upon demand a nonrefundable loan administration fee, and
- C. Broker is required to fully reimburse WPL for the servicing released premium originally paid to Broker at the time the mortgage loan was funded by WPL whether such premium was included in the gross price paid or referenced separately, and
- D. Broker is required to remit to WPL immediately upon demand any additional amount to cover actual loss to WPL not otherwise reimbursed by the good faith advance or loan administration fee as outlined above.

Any good faith advance and additional amounts required in section 5 herein in excess of actual losses will be returned to Broker upon final loss reconciliation by WPL. Broker agrees that its failure to comply with the terms of the indemnification sections within this agreement shall give WPL the right to seek full repurchase of said mortgage loan.

6. REFUND FOR PREPAYMENT OF MORTGAGE LOAN

In the event that any loan closed by WPL that subsequently pays in full within 180 days of disbursement date, Broker agrees to refund all yield spread premiums paid to Broker by WPL within 10 days of written notification of said payoff. Alternatively, WPL at its sole option may waive this refund referenced above if there is a prepayment penalty on the loan or if Broker contacts WPL prior to the closing of the reference transaction and negotiates a purchase price for the new loan in an amount satisfactory to WPL.

7. WPL and/or its Underwriter Has Sole Discretion to Approve Mortgage Loans:

WPL agrees to review all packages submitted to them by Broker; however, mortgage loan approval shall be within WPL's sole discretion. Broker shall not represent that WPL has approved or will approve any mortgage loan until Broker is so informed by WPL in writing. Mortgage loans shall close in the name of WINPRIME LENDING and WINPRIME LENDING shall appear on the promissory note as beneficiary. In the event that a mortgage loan application is denied, WPL shall cause to be delivered to Broker a statement of credit denial, termination or change. Broker agrees to inform Applicant of the adverse action on the mortgage loan application in accordance with the regulations of the Equal Credit Opportunity Act.

For all loans which are closed by WPL, WPL will review the mortgage loan prior to closing and determine if the loan meets all requirements. Broker acknowledges that failure of WPL to review or discover any deficiency or error in the mortgage loan or the loan file at time of closing by WPL will not release Broker from its obligations to provide any required documentation or correct any errors subsequently discovered. Nor will such a failure to review or discover deficiencies or errors prevent or inhibit WPL'S exercise of any of its remedies hereunder.

8. Change in Underwriting Standards:

Broker agrees that WPL's underwriting standards may be amended at any subsequent time upon reasonable prior written notice to Broker. Upon such change and written notice, Broker shall comply with all modified underwriting guidelines and modifications thereto. In the event WPL purchases a mortgage loan which does not comply with guidelines, the exception must be pre-approved in writing by WPL and WPL may purchase such loans at WPL's option and sole discretion; provided, however, that any such purchase shall not constitute a waiver of any other guidelines, except as to that loan, and shall not obligate WPL to purchase any other mortgage loans which do not strictly conform to said guidelines.

9. Inspection Rights of WPL:

Broker agrees to keep and maintain its books and records as to mortgage loans hereunder so as to meet and comply with Federal and State laws and regulations. Broker understands that WPL will maintain an active Quality Control System and that WPL may routinely re-verify pertinent credit documentation and appraisals submitted by Broker even after a loan is closed.

10. No Assignment of Broker's Rights or Duties:

Broker shall not have the right to assign any of its duties, obligations, or rights under this Agreement without the prior written consent of WPL, which consent is subject to WPL'S sole discretion.

11. Arbitration of Disputes, Attorneys Fees:

Any controversy, claim or dispute among the parties arising out of this contract, or the breach thereof, shall be settled by arbitration in accordance with the Commercial Arbitration Rules of the American Arbitration and judgment upon the award rendered by the Arbitrator may be entered in any court having jurisdiction. The fees and costs incurred in any such arbitration (exclusive of each party's attorney's fees and costs) shall be borne equally between the parties. However, the prevailing party from such arbitration shall be entitled to recover its attorney's' fees in addition to any other relief to which it may be entitled. Should either party fail or refuse to pay its share of the fees and costs, then the non refusing party may advance those fees and costs and the non paying party shall then be deemed to have waived their right to participate in the binding arbitration and shall be precluded from participating in the arbitration unless and until they have reimbursed the advancing party. Any such reimbursement must be at least 14 days prior to the Arbitration Hearing date in order to cure the default of the non paying party.

12. Entire Agreement:

This Agreement constitutes the entire Agreement between the parties pertaining to the subject matter contained in it and supersedes all prior and contemporary Agreements, representations and understandings. No supplement, modification or amendment shall be binding unless executed by both parties, except where WPL has been specifically granted the right to do so hereunder. It is the intention of the parties hereto that this Agreement shall be construed under and according to the substantive laws of the state of California and shall not be binding until executed by WPL. All questions regarding the validity, interpretation or performance of any of its terms, representations and warranties of any rights or obligations of the parties shall be governed by the laws of the State of California.

13. Enforceability of Agreement:

If any provision of this Agreement is held valid, void or unenforceable, the remaining provisions shall nevertheless continue in full force without being impaired or invalidated in any way.

14. Further Acts of Parties:

Each party shall perform any further acts and execute and deliver any documents that may be reasonably necessary to carry out the provisions of this Agreement.

15. Captions:

Any captions hereunder are for convenience or reference only and are not to be construed, confining or limiting in any way to the scope or intent of the provisions hereof.

16. Waiver:

The waiver of any breach, term, provision or condition of this Agreement shall not be construed to be a waiver of any other breach, term, provision or conditions. All remedies afforded by this Agreement, or breach hereof, shall be cumulative, that is, in addition to all other remedies provided herein at law or in equity.

17. Attorney-in-Fact:

Broker appoints WPL as their attorney-in-fact to do any and every act that Broker is obligated or required to do to effectuate the transfer and sale of mortgage loans to WPL. This shall include, but not be limited to, the right to sign or correct documents and do all those things necessary on behalf of Broker to carry out Broker's duties or obligations in any such transfer or sale.

18. Email and Fax Consent

By executing this broker application, your company, employees and all your affiliates agrees to receive ratesheet or any kind of email or fax communication from WinPrime Lending.

WINPRIME LENDING:

Date: _____, _____

By: _____

Its: _____

BROKER:

Date: _____, _____

By: _____

Its: _____

**RIDER TO SELLER AGREEMENT FOR ALL
BRANCH LOCATIONS**

CORPORATE/PARENT ACCOUNT:

Company/Broker NAME _____

This Rider is attached to and forms a part of the Broker Agreement (“Agreement”) recently entered into between WinPrime Lending (“WPL”) and the above referenced corporate/parent account (“Broker”) dated _____, 20____.

WPL shall approve and issue individual Broker identification numbers to each of Seller’s branches listed in the attached Addendum to this Rider. Each such branch shall be bound by the terms of this Agreement and this Rider. Any individual branch can be added to this Agreement with the written consent of WPL, and any individual branch can be deleted pursuant to this Agreement and other applicable provisions within the Agreement. The relationship between WPL and any individual branch may be terminated without affecting the application of the Agreement to any and all other branches of Broker, and the Agreement shall otherwise remain in full force and effect as Broker and all other approved branches.

Broker acknowledges and agrees that it is responsible for the performance of all terms and obligations set forth in the Agreement by each branch listed in the Attached Addendum or approved subsequently by WPL’s consent (“Approved Branch”) and that Broker shall be liable for any branch of the agreement by any Approved Branch.

Seller:
By Owner or Corporate Officer:

Signature

Printed Name

Title

Date

ACKNOWLEDGMENT AND CONSENT: WinPrime Lending

By: _____

Its: _____

Dated: _____



Credit Consent

We hereby give our consent to have the WinPrime Lending and/or its designated credit reporting bureau, obtain any and all information concerning our employment, checking and/or savings accounts, obligations and all other credit matters which they may require in connection with our application to broker loans.

This form may be reproduced or photocopied. A copy of the original signed form shall be considered effective consent.

Owner or Broker

Date

Owner or Broker

Date

Owner or Broker

Date

CORPORATE RESOLUTION

I hereby certify that I am the Secretary of _____

_____,
a corporation of the State of _____, and that as such Secretary, I have custody of the records of this Corporation, and by virtue of such action, the Board of Directors passed the following resolution at a meeting dated _____, _____, which is now in force and is not in conflict with the Charter or Bylaws of the Corporation.

RESOLVED, that the officers and agents of this Corporation appointed and named below are hereby authorized in the name of and on behalf of the Corporation to enter into an agreement with WinPrime Lending to sell and/or broker mortgage loans, and that these individuals are each and severally authorized to sign on said agreement and on behalf of the Corporation and to effect any changes with respect thereto.

FURTHER RESOLVED, that these individuals are each and severally authorized to enter into commitments with WinPrime Lending and to execute any and all other documents on behalf of this Corporation.

FURTHER RESOLVED, this Corporation is authorized to sign an agreement as required by WPL Mortgage Group

FURTHER RESOLVED, that this authorization shall remain in force until WinPrime Lending receives, at its office, a certified copy of a resolution of this Corporation to the contrary, revoking all previous authorizations heretofore given. The revocation of previous authorizations, with respect to said account, shall not affect the validity of any item signed by the person or persons, at the time authorized to act.

Authorized Agent (Typed Name/Signature)

Authorized Agent (Typed Name/Signature)

Authorized Agent (Typed Name/Signature)

Authorized Agent (Typed Name/Signature)

Authorized Agent (Typed Name/Signature)

Authorized Agent (Typed Name/Signature)

Authorized Agent (Typed Name/Signature)

Authorized Agent (Typed Name/Signature)

IN WITNESS WHEREOF, I have executed this resolution in my capacity as Secretary of this Corporation this _____ day of _____, in the year _____.

Secretary (Signature)



To all Prospective *WinPrime Lending* Clients:

This letter is to inform you of *WinPrime Lending's* policies regarding nondiscrimination and abusive lending practices.

The management and staff of *WinPrime Lending* is committed to the practices of fair lending. It is the policy of this company to make credit products available to all applicants who meet our business focus in a fair and consistent manner within the confines of safe and sound business practices.

WinPrime Lending does not discriminate against any credit applicant on the basis of race, color, religion, national origin, marital status, age (providing the applicant is of legal age and has the capacity to enter into a binding legal contract), sex, disability, familial status, receipt of public assistance, or if the individual has exercised in good faith any right under the Consumer Credit Protection Act, or on any other prohibited basis.

WinPrime Lending also requires loan terms, rates and fees to be consistent with the borrower's qualifications, that the borrowers have the ability to repay the obligation and that borrowers receive a tangible benefit from the loan transaction.

WinPrime Lending has adopted the attached "Fair Lending and Consumer Best Practices Guidelines" and expects the companies with whom it does business to adhere to similar nondiscriminatory and fair lending policies throughout the lending process. The companies' policy extends to application procedures, pricing of loans or services, marketing practices, closing procedures, and compensation programs.

I encourage you to contact me with any questions about this policy.

Sincerely,

Young Min Riego
Young Min Riego
President, WinPrime Lending

FAIR LENDING AND CONSUMER "BEST PRACTICES" GUIDELINES

WinPrime Lending is strongly committed to making loans available to all consumers on fair and reasonable terms. We agree to conduct our businesses in an ethical manner that reflects the highest standards of professionalism, integrity, competence, courtesy and diligence. Our industry has been challenged by allegations of unscrupulous practices described as equity stripping (making a series of loans that result in the borrower's loss of equity and ultimately loss of the property), flipping (the practice of refinancing loans where the borrower receives little or no benefit and the lender charges unnecessary fees) and packing (the practice of including hidden fees and expenses). The purpose of these standards is to communicate to all lending professionals and the public alike that we do not endorse such practices. These guidelines are meant to serve as guides to meet our members' business objectives within a context that is fair and equitable to all consumers. Accordingly, we subscribe to the following Best Practices Guidelines:

General:

- **Laws and Regulations** - Comply with all applicable state and federal laws and regulations including, but not limited to, the Equal Credit Opportunity Act, the Fair Housing Act, the Fair Credit Reporting Act, the Truth-in-Lending Act, and the Real Estate Settlement Procedures Act.
- **Confidentiality** - Respect borrowers' privacy rights by complying with federal and state privacy laws.
- **Equitable Treatment** - Maintain a work environment that encourages compliance with these fair lending and consumer best lending practices and facilitates the fair and equitable treatment of consumers.
- **Professionalism** - Endeavor to employ a workforce of talented, qualified individuals with diverse backgrounds in compliance with applicable law.
- **Procedures and Training** - Establish internal compliance, fair lending, servicing, quality, audit and disciplinary procedures. Provide training to employees and communicate these procedures to company personnel, brokers and others with whom the company does business.
- **Compliance** - Establish internal procedures to promote compliance with these best practices and applicable law and to provide that senior management is promptly made aware of any significant problems or failures to comply as appropriate, and that management takes appropriate steps to rectify such problems.
- **Report Violations** - Encourage every employee to report to senior management violations of these best practices or questionable activities in accordance with company procedures, which provide that no employee will be subject to disciplinary or retaliatory action for a good faith reporting of a suspected violation.
- **Internal Review** -Review, on a periodic basis, random samples of loan files to determine compliance with these Fair Lending and Consumer Best Practices guidelines and applicable law.
- **Customer Contact Employee Evaluation** - Evaluate the behaviors of "customer contact employees" through appropriate measurement tools.

Sales and Marketing:

- **Licensing** - Exercise due diligence to determine that loan officers, correspondents and/or brokers are properly licensed, where applicable.

- **Equal Treatment** - Treat all consumers fairly with regard to loan pricing, underwriting and servicing regardless of race, color, age, gender, marital status, familial status, religion, disability or national origin.
- **Non-Discriminatory Pricing Guidelines** - Adopt and apply consistent "risk based" and service based loan pricing to consumers in a non-discriminatory manner with respect to rates, fees and terms.
- **Advertising** - Review advertising and marketing material to facilitate compliance with federal, state and local law. Adopt marketing practices that promote the offering of the broadest array of products to the broadest range of customers, as practicable, and avoid practices based upon inappropriate classifications.
- **Notices** - Provide training and review to assure that all notices required by Federal or State Law are delivered to the borrower including, but not limited to, the Federal "Notice of Right to Rescind," where so required. Provide training and review to help assure that sales personnel understand the purpose of the notices provided.

Application and Underwriting:

- **Underwriting Policies** - Implement and disclose sound underwriting policies and procedures.
- **Ability to Repay** - When making or negotiating a loan, take into consideration the financial ability of the borrower to repay the loan and to determine whether the borrower could be reasonably expected to repay the loan in the time and manner provided for in the loan contract.
- **Refinances** - Provide systems and procedures to review a proposed loan transaction to refinance a loan within the first 12 months to help assure that such proposed transaction provides a benefit to the borrower.
- **Underwriting Exceptions** - Where appropriate establish policies and procedures for granting underwriting exceptions and maintain exception explanations to promote fair lending.
- **Clear Documentation** - Draft documents in simple, clear and unambiguous language as reasonably as possible and permitted by law. Provide disclosures in the native language of the borrower, if reasonably possible and permitted by applicable law.
- **Disclosure** - Provide consumers with accurate and timely disclosure of terms, costs and fees, in accordance with law.
- **Credit Insurance** - Provide that any information on credit insurance or supplemental products is given in a clear and informative manner; and inform the consumer that the purchase of any such product is voluntary and is not due to the extension of credit having been conditioned upon such purchase.

Servicing and Collections:

- **Collection Policies** - Establish and disclose reasonable and ethical debt collection practices in accordance with law.
- **Due Diligence** - Monitor delinquent accounts in an effort to minimize serious default.
- **Complaint Resolution** - Provide training for personnel in handling disputes and promptly follow up all borrower complaints and inquiries in a good faith attempt to obtain customer satisfaction.
- **Notices** - Provide borrowers with all notices within the timeframes as required by law.

Delinquency and Default:

- **Training** - Train personnel to treat borrowers in default with respect.
- **Notices** - Provide borrowers in default with all notices within the timeframes as required by law.
- **Counseling** - Advise borrowers in default of the availability of independent, third party credit counseling, as available.
- **Due Diligence** - Maintain appropriate review of files in default to determine that all policies and procedures are being followed.



E-mail & Fax Consent Form

An important part of the mortgage banking industry is communication via fax and e-mail. We are required by the *FCC* to obtain your express written consent for communication in this fashion. In order to receive our rate sheets, programs and announcements via fax or e-mail you must complete this form.

Company Name: _____

Primary Contact: _____

Address: _____

City, State, Zip: _____

Main Phone: _____

Please add the following fax numbers and/or e-mail addresses to the WinPrime Lending distribution list for rate sheets, product information and mortgage related materials:

Fax Number (_____)_____ - _____

Fax Number (_____)_____ - _____

Fax Number (_____)_____ - _____

E-mail Address: _____

E-mail Address: _____

E-mail Address: _____

I understand that by providing my fax numbers and/or e-mail addresses, I consent to receive unsolicited marketing material and updates sent via fax or email by or on behalf of WinPrime Lending (and its subsidiaries and affiliates) to any on our company's fax numbers or email addresses, including but not limited to the above.

Authorized Signature: _____ Date: _____

Print Name: _____

Should you desire to no longer receive rate sheets, bulletins and announcements via fax or e-mail, you may choose the "UNSUBSCRIBE" option at the bottom of your previous email. **Please allow 3 business days for your request to go into effect**



LOAN FRAUD ZERO TOLERANCE



All approved Wholesale Loan Brokers must be aware that the principal owner of a licensed mortgage broker bears the responsibility for all actions of the broker's employees. The broker is responsible for the content and quality of each application taken and each loan submitted to WinPrime Lending.

THE SUBMISSION OF A LOAN APPLICATION CONTAINING FALSE INFORMATION IS A CRIME!

Types of Loan Fraud

1. Submission of inaccurate information, including false statements on loan application(s) and falsification of documents purporting to substantiate credit, employment, deposit and asset information, personal information including identity, ownership/non-ownership of real property etc.
2. Forgery of partially or predominantly accurate information.
3. Incorrect statements regarding current occupancy or intent to maintain minimum continuing occupancy as stated in the security instrument.
4. Lack of due diligence by broker/loan officer/interviewer/processor, including failure to obtain all information required by the application and failure to request further information as dictated by Borrower's response to other questions.
5. Unquestioned acceptance of information or documentation that is known, should be known, or should be suspected to be inaccurate.
 - A. Simultaneous or consecutive processing of multiple owner-occupied loans from one applicant supplying different information on each application.
 - B. Allowing applicant or interested third party to "assist with the processing of the loan."
6. Broker's non-disclosure of relevant information.

Impact of Loan Fraud

The effects of "Loan Fraud" are costly to all parties involved. WinPrime Lending stands behind the quality of its loan production. Fraudulent loans cannot be sold into the secondary market and, if sold, will require repurchase by WPL. Fraudulent loans damage our reputation with our investors and mortgage insurance providers.

The price paid by those who participate in "Loan Fraud" is even more costly. The following is a list of a few of the potential consequences that may be incurred:

Consequences to Broker

1. Criminal prosecution.
2. Loss of Broker's license.
3. Loss of lender access due to exchange of information between lenders, mortgage insurance companies including submission of information to investors (Freddie Mac/Fannie Mae), police agencies, and the State Licensing Agencies.
4. Civil action by WinPrime Lending
5. Civil action by applicant/borrower or other parties to the transaction.
6. Loss of approval status with WinPrime Lending

I have read the foregoing and understand WinPrime Lending's position on "Loan Fraud".

SIGNATURE OF PRINCIPAL OFFICER

SIGNATURE OF PRINCIPAL OFFICER



BRANCH SET-UP FORM

Once a Broker's corporate office is approved each branch can be set-up with this form. To set-up your branch, please submit copies of the branch's current lending licenses or exemptions, a Letter of Good Standing from the company's corporate office and this form.

These items can be emailed to marketing@winprimelending.com

Thank you!*

ACCOUNT EXECUTIVE: _____

COMPANY NAME: _____

DBA: _____

FHA LICENSE #: _____

ADDRESS: _____

PHONE: _____ FAX: _____

BRANCH MANAGER: _____

BRANCH MANAGER'S EMAIL ADDRESS: _____

BRANCH MANAGER'S SIGNATURE: _____

* By completing this form you are stating your intent to enter into a business relationship with WinPrime Lending. You are giving your permission to WinPrime Lending to solicit business from you and any employee directly related to your branch. This form is in conjunction with the approval packet completed by your corporate office.



FHA TPO Origination Program

Company Name & DBA (If Applicable)

Address

EIN Number (9 digits)

I, _____, certify that I am the Principal/Owner/
Corporate Officer of the above named organization and have the authority to execute these certifications and
acknowledgements.

I certify that neither the applicant nor any of its principals, partners, officers, managers, supervisors, loan
originators, loan underwriters, processors or other employees is:

- a) Suspended, debarred, or under limited denial participation (LDP) or restricted by any other Federal or
under investigation by any State or Federal Agency.
- b) Under indictment or convicted of any felony offense or under investigation by the Department of
Housing and Urban Development (HUD).
- c) In violation of the S.A.F.E. Mortgage License Act of 2008.

I acknowledge that I will notify WPL, in writing, within 10 days of any change in the above certifications. I also
certify to the accuracy of the below attached items.

PLEASE HAVE ALL PRINCIPALS WITH 25% OR GREATER OWNERSHIP IN ORGANIZATION SIGN BELOW.

Please include the following documentation for acceptance in WPL's FHA TPO Origination Program:

- _____ List including ALL Principals (with % of ownership), processors, Underwriters and employees.
 - _____ List of ALL Loan officers and their NMLS ID#s.
 - _____ Description of the organizations Quality Control Plan including Red Flag Program.
 - _____ Most Recent Financial Statement (should not be more than 1 year old) showing: Balance Sheet, Income
Statement, and Net Worth Computation.
 - _____ * Explanation letter if Net Worth does not exceed \$65,000 plus \$23,000 for each additional branch.
 - _____ * Explanation Letter if Organization has a 2 yr FHA Neighborhood Watch Performance that exceeds 150%.
- Any * will require that the TPO Organization be approved by WPL Credit Committee Meeting.



Broker Compensation Agreement

Broker Name: _____

Corporate/HQ Address: _____

In compliance with Regulation Z, effective with all Applications on or after April 1, 2011 Brokers will be compensated on a predetermined level for all LPC (Lender Paid Compensated) loans. This Compensation Agreement will remain in effect until further notice by both parties with non-frequent changes allowed. WinPrime Lending has the right to change this compensation agreement as further clarification or changes are made by the Federal Reserve or CFPB (Consumer Financial Protection Bureau).

Broker will be furnished daily pricing which includes two daily rate sheets (BPC Rate Sheet and LPC Rate Sheet) or Pricing Engine which will show both BPC and LPC Options.

Standard Products*

- Your LPC Compensation will be _____Basis Points per funded loan (from 50 Bps to 300 Bps with increments of 50 Bps).
- Your Minimum LPC Compensation will be \$ _____per funded loan.
- Your Maximum LPC Compensation will be \$ _____per funded loan.

Specialty Products*

- Your LPC Compensation for Reverse Mortgages and 203K loans will be _____Basis Points per funded loan. (From 50 Bps to 300 Bps with increments of 50 Bps). Currently must be the same Basis Points as the Standard Products due to market conditions. Eventually may allow higher compensation due to the additional time required in the production of these products.
- Your Minimum LPC Compensation will be \$ _____per funded loan.
- Your Maximum LPC Compensation will be \$ _____per funded loan.

Broker acknowledges that:

- Broker Compensation to its Originators complies with all applicable laws, including but not limited to 12 CFR 226.36.
- Broker has not requested compensation based on the loan terms or conditions.
- In an LPC Loan, the Broker and the Loan officer cannot receive any compensation from the borrower.
- Broker nor Loan Officer will not receive any compensation from any other source or Affiliate.
- Broker agrees that every loan in order to comply with anti-steering requirements has/will not steer a borrower into a particular loan to increase Broker or Loan Originator’s Compensation and has provided the following 3 options (if available):
 1. The product with lowest interest rate for which the consumer qualifies;
 2. The product with the lowest dollar amount of points and origination fees; and
 3. The product with the lowest interest rate without risky features, such as prepayment penalty, negative amortization, or balloon payment in the first seven years.

Except as specifically set forth in this agreement, all other terms of WPL’s Broker Agreement remain in effect and without change or modification.

Signature: _____ Effective Date: _____

Must be signed by Broker Owner, Corporate Officer, or agent designated to execute this agreement.