

**REGULATORY REQUIREMENTS**

FINANCIAL PRIVACY ACT DISCLOSURE

This notice to you is required by the "RIGHT TO FINANCIAL PRIVACY ACT" of 1978. The Department of Housing and Urban Development/Veterans Administration Loan Guaranty Service or Division has a right of access to financial records held by a financial institution in connection with the consideration of administration or assistance to you. Financial records involving your transaction will be available to the Department of Housing and Urban Development/Veteran Administration Loan Guaranty Service or Division without further notice or authorization but will not be disclosed or released to another Government Agency or Department without your consent except as required or permitted by law.

TO FACILITATE MY (OUR) REQUEST FOR FINANCING, I (WE) HEREBY AUTHORIZE TOWNE MORTGAGE COMPANY TO RELEASE INFORMATION, REGARDLESS OF ITS NATURE, TO OUR REAL ESTATE AGENT(S), BUILDER AND/OR CONTRACTOR FOR THE PURPOSE OF PROCESSING OUR LOAN AND COMPLETING THIS TRANSACTION. THIS INCLUDES SUCH INFORMATION AS YOU WOULD OTHERWISE BE PROTECTED FROM DISCLOSURE UNDER THE RIGHT TO PRIVACY ACT.

EQUAL CREDIT OPPORTUNITY NOTICE

In compliance with 202.5a of Reg B - the lender is required to notify the borrowers of their right to receive a copy of the Appraisal Report. "This provision permits a creditor to require the consumer to pay for the cost of the appraisal prior to providing a copy." If an appraisal is ordered in conjunction with your application, a copy will be provided at or before closing. If you do not receive a copy, please contact our office.

FEDERAL RESERVE BOARD REGULATION B (as amended) (P.L. 94-239) was signed into law on March 23, 1976 and went into effect on March 23, 1977.

The Equal Opportunity Act prohibits lenders from discriminating against credit applicants on the basis of race, color, religion, national origin, sex, marital status, age, or handicap (provided the applicant has the capacity to enter into a binding contract), because all or part of the applicant's income derives from any public assistance program, or because the applicant has in good faith exercised any right under the Consumer Credit Protection Act. If you feel you have been discriminated against by any lender, you may have a private right of legal action against that lender and you may wish to consult an attorney, or you may wish to consult the Federal agency that administers compliance with this law.

The Federal Agency which administers compliance with this law is:

FEDERAL TRADE COMMISSION  
EQUAL CREDIT OPPORTUNITY  
WASHINGTON, D.C. 20580

We hereby acknowledge that we are not paying any cost for the preparation of any Truth In Lending Act Disclosures or RESPA Disclosures.

SOCIAL SECURITY VERIFICATION

As a result of recent congressional action, our company is required to report to the Internal Revenue Service all interest received. To enable us to do so, you must provide our office with your social security (or employer identification) number, whether or not you file an income tax return. Failure to furnish this number may result in penalties imposed by the IRS. If your account is in more than one(1) name, please furnish the number of the actual owner, or any one of the individuals; if held by a corporation or other entity, please furnish the employer identification number.

FILL IN YOUR TAX IDENTIFICATION NUMBER HERE:

\_\_\_\_\_  
Social Security # (Borrower)

\_\_\_\_\_  
Social Security # (Co-Borrower)

QUALITY CONTROL NOTIFICATION

So that we may provide courteous and timely service to our customers, maintain high quality performance and comply with all investor regulations, we have instituted a Quality Control Program.

There is a possibility your loan may be selected for review. If such a review takes place your employer, depositors, and credit bureau will be contacted to reverify information used for the processing of your loan.

In addition, you will be asked to complete a brief questionnaire. Your cooperation on this matter is greatly appreciated.

We have received, read and understand the foregoing disclosures.

\_\_\_\_\_  
Borrower's Signature

\_\_\_\_\_  
Date

\_\_\_\_\_  
Co-Borrower's Signature

\_\_\_\_\_  
Date