

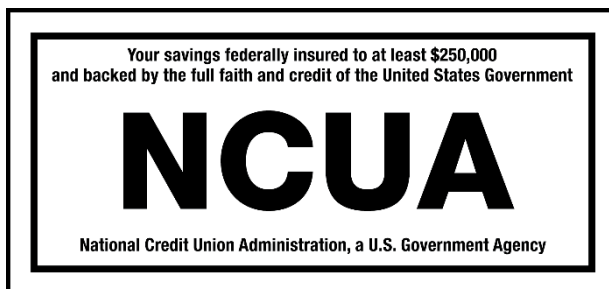


Home Equity Line of Credit General Policy:

Home equity loans allow qualifying borrowers to obtain credit based on the equity in their home. The Credit Union offers open-end home equity loans. Open-end credit allows qualifying borrowers to draw against a pre-authorized line of credit.

HELOC Guidelines:

Members who have at least three years of service with their employer may apply for up to 90% of the appraised value of their primary residence less the amount owed on a first mortgage. Minimum amount is \$10,000.00. The annual percentage rate is the current WSJ Prime rate and is subject to change each June and December as the WSJ Prime rate changes.



**LIST OF ITEMS NEEDED TO PROCESS YOUR
HOME EQUITY LINE OF CREDIT
LOAN APPLICATION**

1. Fully completed and signed Loan Application.
2. Signed Authorization to Release Information.
3. Notice of Right to Copy of Appraisal with waiver
4. Warranty Deed.
5. Recent mortgage statement (if you have an existing mortgage) showing:
 - a. Borrower(s)
 - b. Account number
 - c. Current balance of mortgage, and
 - d. Phone number and address of current mortgage holder
6. Most recent tax assessment and/or current appraisal evidencing the approximate value of the property.
7. Most recent property insurance policy. Member will be required to list Family First Credit Union as Mortgagee on policy and provide proof of such within ten (10) calendar days after closing.
8. Proof of Income Requirements.
 - * Full Time and Part Time Employment. Most recent paystub (within 30 days) showing your salary or hourly wage.
 - * Retirement Benefits and Income. Annual benefits letter and recent income to verify receipt of retirement benefits.
 - * Trust or Pensions. Statements from pension plan or letters from your trust administrator.

CREDIT INFORMATION

Please indicate appropriate box below with corresponding code. Be sure to list all open accounts with or without a balance. Attach separate sheet if necessary. A = Applicant C = Co-Applicant

CHECK A	C	TYPE OF LOAN	LENDERS (OR OTHER OBLIGATIONS) NAME LIST ALL OTHER CREDIT UNIONS AND BANKS	ACCOUNT NUMBER	BALANCE	MONTHLY PAYMENTS
		<input type="checkbox"/> MORT <input type="checkbox"/> RENTAL				

Please answer the following questions. If a yes answer is given, explain on attached sheet.

Please indicate A = Applicant C = Co-Applicant	A		C		A		C		
	YES	NO	YES	NO	YES	NO	YES	NO	
1. Have you ever filed a petition for bankruptcy? Date					5. Is any income you have listed likely to reduce in the next two years?				
2. Have you ever had any auto, furniture or property repossessed? Date					6. Have you ever had credit in any other name? What Name?				
3. Are you a co-maker or co-signer on any loan or lease? For Whom? Where?					7. Have you any suits pending, judgements filed, alimony or support awards against you?				
4. Do you have any past due bills?					8. Do you pay alimony or child support?				

HOME EQUITY INFORMATION

SINGLE FAMILY	2-4 FAMILY	CONDOMINIUM	PUD	OTHER
YEAR BUILT	NUMBER OF ROOMS	NUMBER OF BEDROOMS	NUMBER OF BATHS	GARAGE/CARPORT

Liens: A lien is a legal claim filed against property as security for payment of a debt. Liens include mortgages, deeds to secure debt, land contracts, judgements and past due taxes. List every lien against your home.	PRESENT BALANCE	ESTIMATE YOUR EQUITY
FIRST MORTGAGE HELD BY: _____	\$ _____	CURRENT MARKET VALUE \$ _____
_____	\$ _____	SUBTRACT TOTAL VALUE OF LIENS \$ _____
_____	\$ _____	EQUALS YOUR EQUITY= \$ _____
OTHER LIENS (DESCRIBE) _____	\$ _____	

IS THE PROPERTY DESCRIBED IN THIS SECTION - YOUR PRINCIPAL DWELLING? <input type="checkbox"/> YES <input type="checkbox"/> NO - LISTED AS THE APPLICANT'S ADDRESS IN THE "ABOUT YOU" SECTION? <input type="checkbox"/> YES <input type="checkbox"/> NO	IS ANYONE OTHER THAN YOUR SPOUSE A PART OWNER OF YOUR HOME? <input type="checkbox"/> YES <input type="checkbox"/> NO	DO YOU PLAN TO LIVE IN THE SAME HOME FOR THE NEXT FIVE YEARS? <input type="checkbox"/> YES <input type="checkbox"/> NO <input type="checkbox"/> UNDECIDED
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SIGNATURES - Are you currently on active military duty? Yes No

*Permission to Contact: By providing the Credit Union with a wireless phone number (cell phone), you consent to receiving calls, including autodialed and prerecorded messages from the Credit Union or its third party debt collector at that number. You agree that everything stated in this application is true and correct to the best of your knowledge. The Credit Union or its agent is authorized to investigate your credit worthiness, employment history, and to obtain a credit report and to answer questions about their credit history with you. You understand that any false or misleading statements in your application may cause any loan to be in default.

APPLICANT SIGNATURE X	DATE (Seal)	<input type="checkbox"/> CO-APPLICANT X	DATE (Seal)
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DEMOGRAPHIC INFORMATION - This section asks about your ethnicity, sex, and race.

The purpose of collecting this information is to help ensure that all applicants are treated fairly and that the housing needs of communities and neighborhoods are being fulfilled. For residential mortgage lending, Federal law requires that we ask applicants for their demographic information (ethnicity, sex, and race) in order to monitor our compliance with equal credit opportunity, fair housing, and home mortgage disclosure laws. You are not required to provide this information, but are encouraged to do so. You may select one or more designations for "Ethnicity" and one or more designations for "Race." The law provides that we may not discriminate on the basis of this information, or on whether you choose to provide it. However, if you choose not to provide the information and you have made this application in person, federal regulations require us to note your ethnicity, sex, and race on the basis of visual observation or surname. The law also provides that we may not discriminate on the basis of age or marital status information you provide in this application. If you do not wish to provide some or all of this information, please check below.

BORROWER	CO-BORROWER
Ethnicity <input type="checkbox"/> Hispanic or Latino <input type="checkbox"/> Mexican <input type="checkbox"/> Puerto Rican <input type="checkbox"/> Cuban <input type="checkbox"/> Other Hispanic or Latino - Print origin: _____ <i>Examples: Argentinean, Colombian, Dominican, Nicaraguan, Salvadoran, Spaniard, and so on.</i> <input type="checkbox"/> Not Hispanic or Latino I do not wish to furnish this information Race <input type="checkbox"/> American Indian or Alaska Native - Print name of enrolled or principal tribe: _____ <input type="checkbox"/> Asian <input type="checkbox"/> Asian Indian <input type="checkbox"/> Chinese <input type="checkbox"/> Filipino <input type="checkbox"/> Japanese <input type="checkbox"/> Korean <input type="checkbox"/> Vietnamese <input type="checkbox"/> Other Asian - Enter race: _____ <i>Examples: Hmong, Laotian, Thai, Pakistani, Cambodian, and so on.</i> <input type="checkbox"/> Black or African American <input type="checkbox"/> Native Hawaiian or Other Pacific Islander <input type="checkbox"/> Native Hawaiian <input type="checkbox"/> Guamanian or Chamorro <input type="checkbox"/> Samoan <input type="checkbox"/> Other Pacific Islander - Print race: _____ <i>Examples: Fijian, Tongan, and so on.</i> <input type="checkbox"/> White I do not wish to provide this information Sex <input type="checkbox"/> Female <input type="checkbox"/> Male <input type="checkbox"/> I do not wish to furnish this information	Ethnicity <input type="checkbox"/> Hispanic or Latino <input type="checkbox"/> Mexican <input type="checkbox"/> Puerto Rican <input type="checkbox"/> Cuban <input type="checkbox"/> Other Hispanic or Latino - Print origin: _____ <i>Examples: Argentinean, Colombian, Dominican, Nicaraguan, Salvadoran, Spaniard, and so on.</i> <input type="checkbox"/> Not Hispanic or Latino I do not wish to furnish this information Race <input type="checkbox"/> American Indian or Alaska Native - Print name of enrolled or principal tribe: _____ <input type="checkbox"/> Asian <input type="checkbox"/> Asian Indian <input type="checkbox"/> Chinese <input type="checkbox"/> Filipino <input type="checkbox"/> Japanese <input type="checkbox"/> Korean <input type="checkbox"/> Vietnamese <input type="checkbox"/> Other Asian - Print race: _____ <i>Examples: Hmong, Laotian, Thai, Pakistani, Cambodian, and so on.</i> <input type="checkbox"/> Black or African American <input type="checkbox"/> Native Hawaiian or Other Pacific Islander <input type="checkbox"/> Native Hawaiian <input type="checkbox"/> Guamanian or Chamorro <input type="checkbox"/> Samoan <input type="checkbox"/> Other Pacific Islander - Print race: _____ <i>Examples: Fijian, Tongan, and so on.</i> <input type="checkbox"/> White I do not wish to provide this information Sex <input type="checkbox"/> Female <input type="checkbox"/> Male <input type="checkbox"/> I do not wish to furnish this information

To Be Completed by Financial Institution (for application taken in person): Was the ethnicity collected on the basis of visual observation or surname? Was the sex collected on the basis of visual observation or surname? Was the race collected on the basis of visual observation or surname?	Borrower <input type="checkbox"/> NO <input type="checkbox"/> YES <input type="checkbox"/> NO <input type="checkbox"/> YES <input type="checkbox"/> NO <input type="checkbox"/> YES	Co-Borrower <input type="checkbox"/> NO <input type="checkbox"/> YES <input type="checkbox"/> NO <input type="checkbox"/> YES <input type="checkbox"/> NO <input type="checkbox"/> YES
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The Demographic Information was provided through:
 Face-to-Face interview (includes Electronic Media w/ Video Component) Telephone Interview Fax or Mail Email or Internet

FOR CREDIT UNION USE ONLY

<input type="checkbox"/> LOAN OFFICER	ADVANCED APPROVED: <input type="checkbox"/> YES <input type="checkbox"/> NO	<input type="checkbox"/> COUNTER OFFER WILL BE MADE. IF ACCEPTED, ADVANCE APPROVED.
<input type="checkbox"/> OTHER	OUTSIDE INFORMATION CONSIDERED: <input type="checkbox"/> YES <input type="checkbox"/> NO	IF YES, ATTACH ADDITIONAL SHEET AND DESCRIBE.
REFERRED TO/REASON(S) FOR REFERRAL: _____	APPROVED AMOUNT \$ _____	DEBT RATIO _____
DESCRIBE COUNTER OFFER: _____		
SPECIFIC REASON(S) FOR REJECTION: _____		
SIGNATURES		
<input type="checkbox"/> LOAN OFFICER: X _____	X _____	DATE _____
<input type="checkbox"/> OTHER: X _____	X _____	DATE _____
<input type="checkbox"/> ECOA NOTICE AND REASON FOR REJECTION SENT OR DELIVERED ON _____	(DATE) BY _____	DATE (INITIALS) _____
Mortgage Loan Originator:	Mortgage Loan Officer Name:	
NMLS #: 464070	NMLSR ID:	

AUTHORIZATION TO RELEASE INFORMATION

Borrower: _____

Property: _____

To Whom It May Concern:

I/we have applied for a Home Equity Line of Credit with Family First Credit Union. I/we hereby authorize you to provide to their attorney, Russell Ross, any and all information and documentation which they may from time to time request in connection with my payoff to your company.

A photographic or carbon copy of this authorization may be deemed to be the equivalent of the original and may be used as a duplicate and have the same force and effect as the original.

Date

Borrower

Borrower

NOTICE OF RIGHT TO COPY OF APPRAISAL WITH WAIVER (ECOA)

Borrower Information	
Borrower(s): _____	Date: _____
Property Address: _____	Loan Number: _____

Lender: Family First Credit Union

Loan Originator: _____

This notice is being provided to you pursuant to 12 CFR § 1002.14(a).

We may order an appraisal to determine the property's value and charge you for this appraisal. We will promptly give you a copy of any appraisal, even if your loan does not close.

You can pay for an additional appraisal for your own use at your own cost.

You will be provided a copy of each appraisal or written valuation concerning this property promptly upon completion, or three (3) business days prior to the time you become contractually obligated on the transaction (for closed-end credit) or account opening (for open-end credit), whichever is earlier.

Initial the applicable statement:

_____ I/We wish to receive a copy of each appraisal report or written valuation according to the timing requirement described above.

_____ I/We wish to waive the timing requirement described above and, instead, agree to receive any copy at or before the time I/we become contractually obligated on the transaction (for closed-end credit) or account opening (for open-end credit), except where otherwise prohibited by law.

ACKNOWLEDGEMENT

By signing below, you hereby acknowledge reading and understanding all of the information disclosed above and receiving a copy of this notice on the date indicated below.

Borrower Name DATE

Borrower Name DATE

FAMILY FIRST CREDIT UNION HOME EQUITY LINE OF CREDIT DISCLOSURE

This disclosure contains important information about our Home Equity Line of Credit product. You should read it carefully and keep a copy for your records.

Availability of Terms: All of the terms described below are subject to change. If these terms change (other than the annual percentage rate) and you decide, as a result, not to enter into an agreement with us, you are entitled to a refund of any fees that you paid in connection with your application.

Security Interest: We will take a mortgage in your home. If you fail to meet any condition or term of the agreement in connection with obtaining a mortgage loan you may lose the property through foreclosure.

Possible Actions: We can terminate your account, require you to pay the entire outstanding balance, and charge certain fees if:

1. You engage in fraud or material misrepresentation in connection with the plan.
2. You do not meet the repayment terms of the plan.
3. Your action or inaction adversely affects the collateral for the plan or our rights in the collateral.

We can refuse to make additional extensions of credit or reduce your credit limit if:

1. The value of the dwelling securing the plan declines significantly below its appraised value.
2. We reasonably believe that you will not be able to meet the repayment requirements, due to a change in your financial circumstances.
3. You are in default of a material obligation of the plan.
4. Government action prevents us from imposing the annual percentage rate provided for under the plan or impairs our security interest such that the value of the interest is less than 120 percent of the credit line.
5. A government authority has notified us that continued advances would constitute an unsafe business practice.
6. The maximum annual percentage rate is reached.

The initial agreement permits us to make changes to the terms of the plan at specified times or upon the occurrence of specified events.

You can obtain credit advances for six (6) years from the date your account is opened. This is called the Draw period. At our option, we may extend or renew the Draw period. Any renewal or extension term(s) will be solely at our discretion. If the minimum monthly payment does not repay the principal and interest by the expiration date of the Draw period, a balloon payment will be due. We are under no obligation to refinance the balloon payment. However, if we do you may have to pay certain closing costs to us for the type of refinancing obtained from us at that time.

Minimum Monthly Payment:

Your minimum monthly payment will be the greater of \$100.00 or 1.50% of your outstanding principal balance at the end of each billing cycle. Your minimum payment will include any amount past due plus any amounts in excess of your credit limit and all other charges. You agree to always pay the minimum amount due on or before the due date.

Minimum Monthly Payment example:

If you only made the minimum payment and took no other credit advances, it would take 11 years and 1 month to pay off a credit advance of \$10,000 at an **ANNUAL PERCENTAGE RATE** of 7.50%. You would make 72 monthly payments varying between \$150.00 and \$100.00 during the Draw period. You would make 60 monthly payments of \$100.00 during the Repayment period with a final payment of \$64.40.

Transaction Limitations: The minimum credit advance that you can receive is \$500.00.

Tax Deductibility: You should consult a tax advisor regarding the deductibility of interest and charges under the plan.

Property Insurance: You must carry insurance on the property that secures the plan with the credit union listed as loss payee.

Variable-Rate Information: The plan has a variable-rate feature and the annual percentage rate (corresponding to the periodic rate) and the minimum payment can change as a result.

The annual percentage rate includes only interest and no other costs.

The annual percentage rate is based on the “Prime Rate” (index) published in the Wall Street Journal plus a margin. If the index becomes unavailable, we will choose another index with a similar interest rate. Ask us for the current index value, margin and annual percentage rate. After you open an account, rate information will be provided on periodic statements we send to you.

Rate Changes: The annual percentage rate can change twice yearly on the first day of December and June. The maximum that can apply during the plan is 11.50% or the maximum rate allowed by law, whichever is less. The minimum **Annual Percentage Rate** that can apply to your plan is 5.00%. Except for the 11.50% (or the maximum rate allowed by law, whichever is less) “cap” and the 5.00% floor, there is no limit on the amount by which the rate can change during any one-year period.

Maximum Rate and Payment Example: If you had a balance of \$10,000, the minimum monthly payment at the maximum **Annual Percentage Rate** of 11.50% would be \$150.00. Except as explained below under the heading “Exception”, this annual percentage rate could be reached during the first month.

Exception: Under no circumstances may the maximum **Annual Percentage Rate** for your plan exceed 11.50%; however, the plan provides that if the maximum rate allowed by law is less than 11.50%, then the maximum annual percentage rate for your plan will not exceed the maximum rate allowed by law. The maximum rate allowed by law may fluctuate during the term of your plan.

Historical Example: The following table shows the Prime Rate index values and the actual annual percentage rate from January 1st of each year for the past 15 years.

Percent of Balance

Year	Index (0%)	ANNUAL PERCENTAGE	Minimum Payment (\$)
DRAW 2010	3.250	5.000 *****	150.00
2011	3.250	5.000 *****	131.62
2012	3.250	5.000 *****	115.49
2013	3.250	5.000 *****	101.34
2014	3.250	5.000 *****	100.00
2015	3.250	5.000 *****	100.00
2016	3.500	5.000 *****	-0-
2017	3.750	5.000 *****	-0-
2018	4.500	5.000 *****	-0-
2019	5.500	5.000 *****	-0-
2020	4.750	5.500 *****	-0-
2021	3.250	5.000 *****	-0-
2022	3.250	5.000 *****	-0-
REPAY 2023	7.500	7.500	-0-
2024	8.500	8.500	-0-

***** This rate reflects the 5.000% minimum rate limitation.