

5. Does the Applicant hold funds in escrow? Yes No
If Yes, does the Applicant hold these funds in a fiduciary account? Yes No

Limit of fidelity bond: \$ _____

6. Does the Applicant or any organization controlled by, owned by, or commonly owned, affiliated or associated with the Applicant perform property appraisals?
If yes, provide details. Yes No

7. Describe what procedures the Applicant has in place to assure timely and proper disclosure of Good Faith and Truth in Lending Estimates:

8. Is the Applicant aware of any violation or potential violation of laws in the following areas:
Real Estate Settlement Procedures Act? Yes No
Truth in Lending? Yes No
Equal Credit Opportunity? Yes No
If Yes, provide details.

9. Does the Applicant receive compensation from yield spread premiums (YSPs)? Yes No
If Yes, answer the following:

Indicate what percentage of the Applicant's revenues is/was derived from YSPs in each of the following periods:

Projected for the coming year: ___%

This year: ___%

Last year: ___%

Two years ago: ___%

Describe the procedures in place for disclosing the yield spread premium to the borrower:

10. Has the Applicant ever been denied a written correspondent or loan broker agreement with a lender? If Yes, provide details. Yes No

11. Has any mortgage lender ever cancelled or withdrawn a written correspondent or loan broker agreement? If Yes, provide details. Yes No

12. Total dollar value of mortgages brokered in the past 12 months: \$ _____
Total number of mortgages closed during the past 12 months: _____

13. Does the Applicant place or broker any loans for commercial or industrial properties? Yes No
 If Yes, what percentage of loans closed are for commercial or industrial properties? _____%

14. Dollar amount of largest loan closed in the last: 12 months: \$ _____
 24 months: \$ _____
 36 months: \$ _____

15. Provide percentages for each mortgage type (need not equal 100%):

(a)	Conventional	____%	Government	____%
(b)	First mortgages	____%	Second mortgages	____%
(c)	Owner occupied	____%	Non-owner occupied	____%
(d)	Purchase	____%	Refinance	____%
(e)	Conforming	____%	Non-conforming	____%

16. Provide the percentages for each mortgage type for each period indicated:

	Prior 12 Months	Prior 24 Months	Prior 36 Months
(a) Reverse mortgages	_____	_____	_____
(b) Interest only	_____	_____	_____
(c) Prime (A paper)	_____	_____	_____
(d) Sub-prime (B paper)	_____	_____	_____
(e) Residential	_____	_____	_____
(f) Commercial	_____	_____	_____
(g) Fixed rate	_____	_____	_____
(h) Adjustable rate	_____	_____	_____

17. Does the Applicant receive referrals from a parent company or any organization controlled by, owned by, or commonly owned, affiliated or associated with the Applicant? If Yes, provide details. Yes No

18. Has the Applicant ever closed a loan with a lender that is currently in bankruptcy or no longer in business? Yes No
 If Yes, list the defunct mortgage lending company(ies) the Applicant represented and the number of loans placed with each:

<u>Company(ies)</u>	<u>Number of Loans</u>
_____	_____
_____	_____
_____	_____

19. Does the Applicant have any form of discretionary loan making or loan underwriting authority? If Yes, provide details. Yes No

20. Does the Applicant arrange appraisals, title searches or escrow closings to be made? Yes No
If Yes, provide details including the nature, scope and extent of activities in this regard.

It is understood and agreed that this supplemental application shall become part of the Application for the policy.

THIS APPLICATION MUST BE SIGNED BY AN OWNER, OFFICER OR PARTNER.

Signature: _____ Date: _____

Name and Title (Please Print): _____