

Dear Applicant(s):

Thank you for your inquiry regarding our Home Equity/Second Mortgage (Fixed-Rate) Loan. The enclosed packet contains information about our Home Equity/Second Mortgage product. Please read carefully as it explains the terms and conditions of our Closed End (Fixed-Rate) Mortgage Loan. This packet will allow you to apply for your loan if you decide to do so. **See the instructions below for information on how to return your application to GEICO FCU.**

GEICO FCU processes Home Equity/Second Mortgage Fixed-Rate Loans in most states. The Credit Union's portfolio loans are subject to approval. Loans may be sold to the secondary market. Certain restrictions apply.

The interest rates on our Home Equity/Second Mortgage Loan products are based on the "Prime Rate" found in the "Money" section of *The Wall Street Journal* on the last day of each month. These rates are subject to change on the first day of each and every month. (See current rate sheet for details.)

The application fee(s) required must be paid three business days after the initial disclosures have been mailed, and the closing costs (if applicable) must be paid at the closing/settlement date by the borrower(s). GEICO FCU may refund a portion or pay all closing costs at any given time as agreed.

The following information is required to process your Home Equity/Second Mortgage Loan:

1. Home Equity Loan Credit Application – Please complete all sections, date and sign.
2. Photocopy of last paycheck stub (both applicants if joint) – Please provide verification of all income included on the application. If self-employed, please provide copies of the last two (2) years (recent) Federal Tax Returns and 1099s.
3. Photocopy of Deed/Mortgage to Home (varies by state — Deed/Deed of Trust/Mortgage).
4. Photocopy of most recent Real Estate/Property Tax Assessment.
5. Photocopy of Homeowner's Insurance Policy (Declaration page).
6. Photocopy(s) of your most recent Mortgage Statement(s) from existing mortgage account(s).
7. Application Fee of \$20.00
8. Flood Certification Fee of \$18.00

An appraisal or automated home value report of your property may be requested upon receipt of your application to determine the full value of the property and loan amount requested.

Please return the application and information described above to our Loan Department via mail to: GEICO Federal Credit Union, One GEICO Plaza, Washington, DC 20076, Attn.: Mortgage Dept. You may also send it to us by inter-office mail to the Credit Union Mortgage Dept. or drop it off at your nearest branch office. Or, you may fax us the documents at (301) 986-3757 and send the original application in the mail. Please help us to expedite the processing of your application by providing all of the completed forms, copies of documents and signatures in all the required places.

Thank you for choosing GEICO Federal Credit Union. We look forward to serving you. If you have any questions, please call us at (800) 542-7896.

GEICO Federal Credit Union

"Not for Profit, Not for Charity, But for Service"

GEICO FEDERAL CREDIT UNION
Home Equity/Second Mortgage (Fixed Rate) Loan
WHAT IT'S ALL ABOUT

DESCRIPTION:

Closed-end fixed rate mortgage loan, secured by real estate property.

QUALIFYING PROPERTIES:

Single-family house, townhouse or condominium located in most states. The Credit Union's portfolio loans are subject to approval. Loans may be sold to the secondary market. Certain restrictions apply. **PRIMARY & VACATION RESIDENCE ONLY.**

TERMS:

Up to fifteen (15) years repayment terms. Rates vary by 5, 10 and 15 years. Loan amount of \$10,000 to \$250,000 is issued in one lump sum disbursement.

RATES: (Fixed)

The rates published for 5, 10 and 15 years repayment terms are subject to change on a monthly basis. (See rate sheet.)

The monthly interest rates are based on the Prime Rate plus a margin (e.g. PR 7.75% + M 1.00%=APR of 8.75%). The Prime Rate is found in the "Money" section of *The Wall Street Journal* on the last day of each month, effective on the first day of each month.

LOAN AMOUNTS:

\$10,000 to \$250,000. The following formula shows how to determine your maximum EQUITY available to you.

Market Value of Home	\$100,000
	x 85%
	<hr/> \$ 85,000
First Mortgage Balance	-30,000
Maximum Loan Amount	<hr/> \$ 55,000

(Any existing second mortgage/home equity loan must be paid off with the Second Mortgage Loan.)

REPAYMENT:

The payment on your second mortgage loan is calculated over a period of 60 months, 120 months or 180 months, whichever you choose, at the specified annual percentage rate. Payments are made monthly, including principal and interest.

PROCESSING TIME:

Approval and closing/settlement is dependent on loan underwriting requirements. Tentative processing time is approximately 10 business days.

Equal Housing Lender

Equal Opportunity Lender

FEDERALLY INSURED AND REGULATED-NCUA

GEICO FEDERAL CREDIT UNION HOME EQUITY LOAN CHECKLIST

The following documents must be submitted to process your Home Equity Loan/LOC request:

_____ I/We would like to apply for a VISA ACCESS HOME EQUITY LINE OF CREDIT (Open-End Variable Rate).

_____ I/We would like to apply for a HOME EQUITY LOAN (Closed-End Fixed Rate).

_____ APPLICATION MUST BE FULLY COMPLETED AND SIGNED (ink only).

_____ APPLICATION FEE OF \$20.00 AND FLOOD CERTIFICATION FEE OF \$18.00 (TOTAL OF \$38.00).

_____ COPY OF SALARY/INCOME VERIFICATION(S)

Current income/salary: Most recent paystub(s); Retirement – Social Security and/or retirement stubs; Rental income – current year lease agreement(s); Alimony/child support income, if used – court decree or divorce agreement with proof of continuous payments; Self-employment – last two (2) years signed federal income tax returns (all forms).

_____ COPY OF DEED/DEED OF TRUST/MORTGAGE

_____ COPY OF CURRENT MORTGAGE(S) ANNUAL/MONTHLY STATEMENT

_____ COPY OF HOMEOWNER'S POLICY (Declaration page only, with agent's name and phone number)

_____ COPY OF YOUR MOST RECENT COUNTY/STATE PROPERTY ASSESSMENT VALUE STATEMENT

_____ CERTIFIED APPRAISAL/AUTOMATED HOME EVALUATION (required only upon request by the Credit Union)

THE ABOVE APPLICABLE DOCUMENTS MUST BE SUBMITTED WITH THE COMPLETED APPLICATION IN ORDER TO PROCESS YOUR LOAN TIMELY. PLEASE SUBMIT XEROX COPIES OF STATEMENTS AND NOT ORIGINALS.

If you applied for a VISA ACCESS Home Equity Line of Credit, you acknowledge receipt and have read the disclosures "When Your Home is on the Line" and "Important Terms of our VISA ACCESS Home Equity Line of Credit." As previously mentioned, these disclosures contain very important information about the VISA ACCESS Home Equity Line of Credit.

I/We agree that in the event that I/we cancel or withdraw my/our loan application after fees have been incurred, I/we will be responsible for and agree to pay the fees incurred.

GEICO Federal Credit Union will do its best to prevent you from paying any unnecessary fees while processing your loan.

Applicant's Signature _____ Date _____

Applicant's Signature _____ Date _____

Applicant's Signature _____ Date _____

(Return this form with application)



5260 Western Avenue
Chevy Chase, MD 20815
(800) 542-7896

HOME EQUITY CREDIT APPLICATION

Account Number	
Loan Number	
State	Zip

PROPERTY SECURING YOUR LOAN

Property Street Address	City	County	State	Zip
Property Type	<input type="checkbox"/> Single Family Home	<input type="checkbox"/> Condominium	<input type="checkbox"/> Townhouse	<input type="checkbox"/> Other _____
Type of Credit Applied for:	<input type="checkbox"/> VISA ACCESS Home Equity Line of Credit	<input type="checkbox"/> Home Equity/Second Mortgage Loan	Purpose	
Amount Requested \$	Term (Closed-End Only)	When Purchased	Present Market Value	Marital Status <input type="checkbox"/> Married <input type="checkbox"/> Unmarried <input type="checkbox"/> Separated

APPLICANT **CO-SIGNER**

FIRST NAME	INITIAL	LAST NAME
SOCIAL SECURITY NUMBER	BIRTH DATE	E-MAIL ADDRESS
CURRENT STREET ADDRESS	YEARS	
CITY	COUNTY	
STATE	ZIP	DRIVER'S LICENSE NUMBER/STATE
FORMER ADDRESS (COMPLETE IF CURRENT ADDRESS IS LESS THAN 2 YEARS)		NUMBER OF YEARS
HOME TELEPHONE NUMBER	NO. OF DEP.	AGE OF DEPENDENT(S)
NAME, ADDRESS AND TELEPHONE OF NEAREST RELATIVE NOT LIVING WITH YOU		RELATIONSHIP
TELEPHONE:		

CO-APPLICANT

FIRST NAME	INITIAL	LAST NAME
SOCIAL SECURITY NUMBER	BIRTH DATE	E-MAIL ADDRESS
CURRENT STREET ADDRESS	YEARS	
CITY	COUNTY	
STATE	ZIP	DRIVER'S LICENSE NUMBER/STATE
FORMER ADDRESS (COMPLETE IF CURRENT ADDRESS IS LESS THAN 2 YEARS)		NUMBER OF YEARS
HOME TELEPHONE NUMBER	NO. OF DEP.	AGE OF DEPENDENT(S)
NAME, ADDRESS AND TELEPHONE OF NEAREST RELATIVE NOT LIVING WITH YOU		RELATIONSHIP
TELEPHONE:		

EMPLOYMENT AND INCOME

If self-employed, check here and attach two years federal income tax returns.

CURRENT EMPLOYER	SINCE	
ADDRESS		
WORK TELEPHONE	POSITION	GROSS MO. SALARY
FORMER EMPLOYEE (If current employer is less than 5 years)	POSITION	YEARS THERE

CURRENT EMPLOYER	SINCE	
ADDRESS		
WORK TELEPHONE	POSITION	GROSS MO. SALARY
FORMER EMPLOYEE (If current employer is less than 5 years)	POSITION	YEARS THERE

OTHER INCOME

You need not list income from alimony, child support or separate maintenance payments unless You want it considered in evaluating this credit application.

SOURCE OF OTHER INCOME	MONTHLY AMOUNT \$
NAME AND ADDRESS OF PAYER	NO. OF YEARS RECEIVED

SOURCE OF OTHER INCOME	MONTHLY AMOUNT \$
NAME AND ADDRESS OF PAYER	NO. OF YEARS RECEIVED

ASSETS AND DEPOSITS

Attach a separate sheet if necessary.

TYPE	BANK (OR OTHER) NAME AND ADDRESS	ACCOUNT NUMBER	APPROX. BALANCE
Checking			
Savings			
Other			
Car 1 - YR. - MAKE - MODEL	APPROXIMATE VALUE		
	\$		
Car 2 - YR. - MAKE - MODEL	APPROXIMATE VALUE		
	\$		
PLEASE INDICATE NAME(S) ON DEED	PURCHASE PRICE	APPROXIMATE VALUE	
	\$	\$	
HOMEOWNER'S INSURANCE COMPANY			

TYPE	BANK (OR OTHER) NAME AND ADDRESS	ACCOUNT NUMBER	APPROX. BALANCE
Checking			
Savings			
Other			
Car 1 - YR. - MAKE - MODEL	APPROXIMATE VALUE		
	\$		
Car 2 - YR. - MAKE - MODEL	APPROXIMATE VALUE		
	\$		
PLEASE INDICATE NAME(S) ON DEED	PURCHASE PRICE	APPROXIMATE VALUE	
	\$	\$	
HOMEOWNER'S INSURANCE COMPANY			

