DISCOUNT POINT FEE DISCLOSURE

|  |  |
| --- | --- |
| Borrower Name(s): | Lender: |
| Print Date: |
| Property Address: | |

This disclosure explains the effect of your election to pay a fee, commonly known as a discount point(s), which is a percentage of the loan amount and impacts the interest rate on the loan. The comparison below demonstrates the impact that payment of discount points(s) will have on the interest rate for this loan.

|  |  |
| --- | --- |
|  | **Starting Adjusted**  **Interest Rate** |
| **Interest Rate** |  |
| **Discount Points to**  **Obtain Starting**  **Adjusted Rate** |  |

There are a total of discount point(s) on this loan, which may be paid by the borrower, seller, lender and/or third party. You are paying of the discount points.

|  |  |
| --- | --- |
|  | **Bought Down or**  **Actual Rate** |
| **Interest Rate** |  |
| **Discount Points**  **Paid to Obtain the**  **Bought Down Rate** |  |

Your interest rate and discount point(s) may be subject to adjustment based on the risk factors of your mortgage application and credit profile. The interest rates and discount point(s) listed above may change prior to loan closing. In addition, if you have not locked in your interest rate, the rates and discount points reflected may change prior to closing the loan.

I/We have read the above disclosure and acknowledge receiving a copy by signing below.

Borrower Date Borrower Date

Borrower Date Borrower Date