

RATE QUOTE/LOCK POLICY AND BORROWERS' REPRESENTATIONS AND WARRANTIES

Dream Home Funding is a licensed Mortgage Broker. As such we have access to many lenders, and we quote and lock our client's loans with the lowest cost lender we have access to who will get the loan done in the timeframe required. The lenders we use are wholesale lenders and generally offer us better pricing than is available to consumers directly.

The pricing our clients receive from the lenders we work with is based on the performance of the locks we initiate. It is very expensive for lenders to hedge locks, process and underwrite files, so they provide better pricing to the Mortgage Brokers they work with who close all the loans they lock. If too many locks fail to close, the lenders will not only offer the Mortgage Broker and his clients worse pricing, but will also terminate the relationship with that Mortgage Broker.

Unfortunately, we have recently had a rash of "clients" who want to get their loan from their bank or another lender they like, but they don't want to accept the high rate and closing costs those lenders are offering them. Then they contact us for a quote, and when we beat the other lender by \$1,000's for the same rate, they use the terms we are offering to try to get the lender they really want to get their loan from to match or beat it. They are only going to get the loan from Dream Home Funding if their preferred lender won't match it. We have no interest in participating in this.

It is our stance that this is not our problem, the people engaged in this behavior have some sort of serious personality disorder that they should seek treatment for, and we are not going to waste our time playing this game. We do not offer this "free service" since getting you the lowest cost is what we do for a living, and are very good at it. We have no problem with you shopping for a mortgage, but pressuring lenders to violate federal and state laws by giving you better terms than they are offering other similarly situated borrowers makes you somebody we don't want to deal with.

Let us be clear, if this is what you are doing, then we have no interest in working with you and will not knowingly assist you. Deceiving us into helping you will result in legal action against you. We have plenty of honest clients who are happy to benefit from our services and to see us compensated for them, so we can continue helping them and the other clients they refer to us, so don't need or want to work with clients who disrespect our time and expertise.

When clients break their rate locks it not only wastes the time we have invested into that loan, which could have been spent working on loans that we would actually close and get paid for or with our families, but it also makes us less competitive on future loans. As a result we will lose loans to other lenders, and the clients we still do loans for will pay more. Every broken lock costs us several times more than we were going to make on the loan in the first place. All so some sociopaths can get the exact same thing somewhere else that we were already offering them or maybe save a couple of \$100.

Seriously, if this describes you, we don't want your "business," and to discourage you further we are going to have you represent and warranty the following:

1. I/We will not convey, transmit or otherwise communicate the rate/terms offered by Dream Home Funding verbally, in writing or in the form of a Fee Worksheet or Loan Estimate to any other lender in any form or fashion;
2. I/We understand that by locking a rate with Dream Home Funding I/we are done shopping and committing to obtain our mortgage from Dream Home Funding, and will immediately cancel any/all other loan applications I/we have pending with other lenders and will not file any new applications with other lenders for the same property;
3. I/We understand that a rate lock benefits both lender and borrower. If rates go up the lender isn't going to ask us to pay more, and conversely if rates drop I/we aren't going to ask the lender to give us a better deal or break our rate lock and go somewhere else. I/We also won't go somewhere else if another lender offers us better rate/terms after we lock;
4. By making these representations and warranties, we are inducing Dream Home Funding to take actions they would not take absent them, and recognize that Dream Home Funding will suffer serious economic injury as a result of the falsity of these representations and/or breach of these warranties and agree to compensate them for all economic damages incurred and pay all attorney fees and court costs associated with collecting the amounts owed.

Borrower

Date

Co-Borrower

Date

Print Name

Print Name

EQUAL CREDIT OPPORTUNITY ACT

The Federal Equal Credit Opportunity Act prohibits creditors from discriminating against credit applicants on the basis of race, color, religion, national origin, sex, marital status, age (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. The Federal Agency that administers compliance with this law concerning this company is the Federal Trade Commission, Pennsylvania and 6th Street N.W., Washington, DC 20580

We are required to disclose to you that you need not disclose income from alimony, child support or separate maintenance payment if you choose not to do so.

Having made this disclosure to you, we are permitted to inquire if any of the income shown on your application is derived from such a source and to consider the likelihood of consistent payment as we do with any income on which you are relying to qualify for the loan for which you are applying.

(Applicant) (Date)

(Applicant) (Date)

(Applicant) (Date)

(Applicant) (Date)

ESIGN DISCLOSURES AND CONSENT

It is required by law to provide you with certain disclosures and information about the products, services or accounts you may receive or access in connection with your relationship with us ('Required Information'). With your consent, we can deliver Required Information to you by a) displaying or delivering the Required Information electronically; and b) requesting that you print or download the Required Information and retain it for your records.

This notice contains important information that you are entitled to receive before you consent to electronic delivery of Required Information. Your consent also permits the general use of electronic records and electronic signatures in connection with the Required Information.

After you have read this information, if you agree to receive Required Information from us electronically, and if you agree to the general use of electronic records and electronic signatures in connection with our relationship, please "SIGN" below and Return To:

Statement of electronic disclosures:

You may request to receive Required Information on paper, but if you do not consent to electronic delivery of Required Information, we cannot proceed with the acceptance and processing to create a relationship with you in connection to the products, Services or account.

If you consent to electronic delivery of Required Information, you may withdraw that consent at any time. However, if you withdraw your consent we will not be able to continue processing to create a relationship with you in connection to the products, services or account.

If you consent to electronic disclosures, that consent applies to all Required Information we give you or receive from you in connection with our relationship and the associated notices, disclosures, and other documents.

You agree to print out or download Required Information when we advise you to do so and keep it for your records. If you are unable to print or download any Required Information, you may call us and request paper copies. If you need to update your e-mail address or other contact information with us, you may do so by calling us and requesting the necessary updates.

If you wish to withdraw your consent to electronic disclosures, you may do so by calling us and requesting withdrawal of consent. After consenting to receive and deliver Required Information electronically, you may request a paper copy of the Required Information by calling us.

If you do not have the required software and/or hardware, or if you do not wish to use electronic records and signatures for any other reason, you can request paper copies of the Required Information to be sent to you by calling us.

Your consent does not mean that we must provide the Required Information electronically. We may, at our option, deliver Required Information on paper. We may also require that certain communications from you be delivered to us on paper at a specified address.

I have read the information about the use of electronic records, disclosures, notices, and e-mail, and consent to the use of electronic records for the delivery of Required Information in connection with our relationship. I will be able to view this information using my computer and software. I have an account with an internet service provider, and I am able to send e-mail and receive e-mail with hyperlinks to websites and attached files. I also consent to the use of electronic records and electronic signatures in place of written documents and handwritten Signatures.

Required hardware and software

Operating Systems:	Windows® 2000, Windows® XP, Windows Vista®; Mac OS® X
Browsers:	Final release versions of Internet Explorer® 6.0 or above (Windows only); Mozilla Firefox 2.0 or above (Windows and Mac); Safari™ 3.0 or above (Mac only)
PDF Reader:	Acrobat® or similar software may be required to view and print PDF files
Screen Resolution:	800 x 600 minimum
Enabled Security Settings:	Allow per session cookies

Borrower:

Date:

Borrower:

Date: