

POSSIBLE PAYMENT INCREASE
(FOR INFORMATIONAL PURPOSES ONLY)

CURRENT PRINCIPAL BALANCE	CURRENT PRINCIPAL BALANCE AS OF PERCENTAGE OF ORIGINAL LOAN AMOUNT	ESTIMATED PRINCIPAL BALANCE AT RECAST	CURRENT INTEREST RATE	ESTIMATED REMAINING TERM AT RECAST*	ESTIMATED NEW MONTHLY MINIMUM PAYMENT	CURRENT MINIMUM PAYMENT	INCREASE FROM CURRENT MINIMUM PAYMENT
\$527,646.44	103.05%	\$588,800.00	7.875%	320 MONTHS	\$4,407.43	\$1,770.30	\$2,637.13

As illustrated above your Minimum Payment could go up to **\$4,407.43**, which is **\$2,637.13** more than your current Minimum Payment. This new estimated monthly payment is triggered by one the following two events:

- 1) When you reach 115% of your initial loan balance, your unpaid principal balance will re-amortize based on the remaining term of your loan. At that time, you will be required to make the full principal and interest payment for the remaining term of the loan.
- 2) After your mortgage recasts (based on your Note), or is re-amortized. This means that the new minimum monthly payment will be calculated based on the unpaid balance at the time of the recast. The unpaid balance could be significantly higher than the original loan balance if you have not consistently made the Amortized or at least the Interest Only Payment.

YOU NOW HAVE TWO GOOD REASONS TO CALL BOB MELLINO AT
831.233.2229