

HOW TO READ MY REVERSE MORTGAGE STATEMENT

(sample on next page)

- 1 **Account Number:** This is your reverse mortgage account number. You will want to reference this account number when you call the servicing department for any questions on your loan.
- 2 **Current Payment Plan Type:** This is the current payment plan type that you have selected for your loan.
- 3 **Current Loan Status:** This is the current status of your reverse mortgage.
- 4 **Statement Period:** This is the time period that your statement represents. In the sample statement, this is displaying loan information as of the end of November 2019.
- 5 **Current Net Principal Limit:** This figure represents the total amount of remaining funds that you have available to borrow on your reverse mortgage. Depending on the type of payment plan option you selected, this figure would include any funds available in your line of credit (see below), as well as any future monthly scheduled payments due to you. In the sample statement, the borrower has a total of \$3,204.82 still remaining that they can borrow.
- 6 **Current Available Line of Credit:** This figure represents any funds remaining that are available for you to borrow from your line of credit, if you selected a line of credit as part of your payment plan option.
- 7 **1st Year Funds Available:** This figure represents the total amount of funds that you can access on your loan during the first year after the loan has closed. Once the loan reaches its one year anniversary, this field will no longer be displayed on your statement and you will be able to access all of the remaining funds listed under the Current Net Principal Limit.
- 8 **1st Year Line of Credit Available:** This figure represents the total amount of funds that you can access from your line of credit during the first year after your loan has closed. Once the loan reaches its one year anniversary, this field will no longer be displayed on your statement and you will be able to access all of the remaining funds listed under the Current Available Line of Credit.
- 9 **Interest Rate:** This displays the current interest rate and mortgage insurance premium rate in effect on your loan as of the Statement Period. In the sample statement, the interest for the month of November was calculated using 3.194% and the mortgage insurance premium was calculated using 1.25%.
- 10 **Interest Rate Change Notice:** This is a notice to you of any upcoming change in your loan's interest rate, if applicable. In the sample statement, the borrower's interest rate will be increasing to 3.244% on January 1st.
- 11 **Detailed Transaction Information:** Any transactions that have occurred on your loan during the Statement Period (line of credit advances, repayments, accrued interest, monthly scheduled payments, etc.) are detailed in this section, which you can find on the reverse side of the statement.

Sample Monthly Reverse Mortgage Statement

P.O. Box 40724
Lansing, MI 48301-7924

P.O. Box 40724
Lansing, MI 48301-7924
Customer Service: (866) 654-0020
Toll Free Fax: (866) 616-2160

**SAMPLE
ONLY**

Date Printed: December 05 2019

Account Number: 1234567

Loan Type: HECM
Current Payment Plan: Line of Credit
Current Loan Status: Active

THIS IS NOT A BILL

Statement Period: November 01 2019 to November 30 2019

Original Principal Limit	\$118,260.00	Original Line-Of-Credit Reserve	\$7,563.31
+ Growth of Principal Limit	\$3,991.86	+ Growth of Line-Of-Credit	\$675.62
- Service Fee Set Aside	\$0.00	- Current Line-Of-Credit Loan Balance	\$5,034.11
- Current Total Loan Balance	\$119,047.04	- Repair Set Aside	\$0.00
- Repair Set Aside	\$0.00	- 1st Year Property Charges Set Aside	\$0.00
- Tax & Insurance Set Aside	\$0.00	Current Available Line-Of-Credit	\$3,204.82
- 1st Year Property Charges Set Aside	\$0.00	1st Year Line of Credit Available	\$2,563.31
Current Net Principal Limit	\$3,204.82		
1st Year Funds Available	\$2,563.31		

Interest Rate Information

Interest Rate November 2019

as published on 09/28/2019

	MP Rates	Index	Margin	Loan Interest Rates
Nov. Daily Periodic Rate	0.00342%			0.00875%
Nov. Monthly Periodic Rate	0.10417%	0.19400%	3.00000%	0.26617%
Nov. Annual Periodic Rate	1.25000%			3.19400%

Interest Rate Change Notice

On January 01 2020, the interest rate on your adjustable rate reverse mortgage will increase from 3.19400% to 3.24400%.

Your December 01 2019 interest rate was based on an index value of 0.19400%. To determine your new interest rate going into effect on January 01 2020, we have added the current index value of 0.24400% as of November 30 2019, as made available by the Wall Street Journal, to the agreed upon margin of 3.00000% for a total new interest rate of 3.24400%. This new rate has not been rounded to the nearest 1/8th percent. The initial interest rate on your mortgage was 3.17400%, which may not be increased beyond 13.17400% during the life of the mortgage.

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Please see reverse side for activity details