



GMFS, LLC APPLICATION
Mortgage Broker Lending Approval

- Use** A prospective Mortgage Broker uses this form to request approval to sell mortgages to GMFS, LLC and to enter into a Mortgage Broker Loan Purchase Agreement with GMFS, LLC.
- Copies** Original
- Source** GMFS, LLC sends this form as part of our Mortgage Broker application package to Mortgage Brokers that requests such approval.
- Instructions** The Mortgage Broker should complete this application in full, attach all required accompanying documentation, have it signed by an authorized senior officer, and submit it with the *Mortgage Broker Loan Purchase Agreement* to GMFS, LLC's home office at :
7389 Florida Boulevard, Suite 200A, Baton Rouge, LA 70806;
Phone: 888-883-5690; Fax: 888-883-5725.
- General Information** **The Mortgage Broker should attach the following general information regarding its operation:**
1. Copy of appropriate, applicable lending license, and evidence of fidelity bond and errors and omissions coverage including amounts of each and effective dates.
 2. Year-end financial statements for the past two years, certified by an independent public accountant, or the most recent annual report, or if the applicant is a state or federally supervised institution, it may provide a copy of the latest published statement submitted to its regulatory or insuring agency.
 3. The appropriate documentation, if any, pursuant to Question #15.
- Indication of Approval** If GMFS, LLC approves the application, a copy of the fully executed Mortgage Broker Loan Purchase Agreement will be forwarded to the Mortgage Broker for its permanent records.
- * Note If the account is in the states of Florida, Michigan, South Carolina, Tennessee or Virginia due State Laws you must close in GMFS's Name.**

***Close in the Name of** _____

(Name and address as it should appear on all closing documentation)

I. General Information (VERY IMPORTANT—MUST BE COMPLETE)

1. Applicant Institution Name as it appears in the corporate or organizational documents and State of Incorporation or organization (supply all other names under which you do business)

Institution Name: _____

Federal Tax ID No.: _____

State of Incorporation or Organization: _____

License Number(s) and State(s): _____ *(attach list if necessary)*

2. Applicant Home Office Address

3. Applicant Mailing Address

Applicant Phone Number _____

Applicant Fax Number _____

Do you have an Internet Email address for the primary company contact? YES NO *(check one)*
May we communicate with you at this Email address? YES NO *(check one)*

Email address: _____

Rate Sheet Distribution Contact Name: _____

Rate Sheet Distribution Fax Number: _____

Rate Sheet Distribution Email Address: _____

4. Applicant Institution Type (check only those applicable)

- | | | |
|--|---|--|
| <input type="checkbox"/> Commercial Bank | <input type="checkbox"/> State Licensed Mortgage Lender | <input type="checkbox"/> Sub. of Commercial Bank |
| <input type="checkbox"/> Corporation, LLC or Partnership | <input type="checkbox"/> Savings Bank/Stock | <input type="checkbox"/> Sub. of Federal Saving & Loan |
| <input type="checkbox"/> Credit Union | <input type="checkbox"/> State Licensed Financial Institution | <input type="checkbox"/> Thrift |
| <input type="checkbox"/> Financial Service Company | <input type="checkbox"/> State Licensed Financial Service Co. | <input type="checkbox"/> Trade Association |
| <input type="checkbox"/> Savings Assoc./Mutual or Stock | <input type="checkbox"/> State Licensed Mortgage Broker | <input type="checkbox"/> Other (specify) |
| <input type="checkbox"/> Savings Bank | <input type="checkbox"/> State Licensed Mortgage Servicer | _____ |

If the Applicant is not a regulated financial institution (i.e., bank, savings & loan, credit union...), a photocopy of the current appropriate, applicable lending license must accompany the Broker Application and/or Mortgage Broker Loan Purchase Agreement prior to GMFS LLC's processing of submitted loans.

References: List three(3) investors you have sold loans to in the last 6 months:

Investor: _____

Contact: _____

Phone: _____

Investor: _____

Contact: _____

Phone: _____

Investor: _____

Contact: _____

Phone: _____

5. Name of Parent Corporation *(if applicable)*

6. Are you an approved FHA lender? YES NO *(check one)*
If "Yes", your FHA number is _____

7. Are you an approved MERS Member? YES NO *(check one)*
If "Yes", your MERS organization number is _____

8. List the principal officers, their titles, and their primary areas of responsibility.
Contained in annual report? YES NO *(check one)*

Attached

9. Provide a copy of your audited, consolidated financial statements for the last two years. If the audited statements are more than six months old, please provide copies of interim statements. Do not submit consolidated statements with other entities unless consolidating information is also provided.

Attached

10. Will the Broker have branches that will close loans using the branch address? _____ If so, please specify which branches (including address, contact person, telephone number and facsimile number) on a separate sheet.

Attached

11. If seeking approval to enter into a Mortgage Broker Loan Purchase Agreement (for Intermediaries) (see top of contract to determine applicability), will "third party originators" submit loans directly to GMFS LLC?
 YES NO *(check one)*

Will "third party originators" close loans in their name? YES NO *(check one)*

If so, please specify authorized third party originators (including name, address, contact person, telephone number and facsimile number) on a separate sheet.

Attached

12. Please provide wiring instructions for loan purchase proceeds:

Type of funding Requested

Closed Loan Purchase Table Fund

If Closed Loan Purchase, please provide wiring instructions below:

Wire funds to: _____

Account #: _____

Routing #: _____

Account Name: _____

Bank Location: _____

Contact Name: _____

13. Have any of your principal officers, directors, partners, or owners of a 5 percent or more interest ever been (attach additional sheets if necessary) any of the following?

Convicted of a crime or named in a pending criminal proceeding (excluding traffic violations or other minor offenses)? YES NO *(check one)*

Describe: _____

Subject to any order, judgement or decree enjoining the engagement of any activities in connection with any type of business transaction (including the purchase or sale of a security) or acting as (or as an associated or affiliated person of) an investment adviser, underwriter, broker, dealer, financial institution, or any other business?

YES NO *(check one)*

Describe: _____

Suspended, terminated, debarred, denied approval, or suspended by HUD, FNMA, Freddie Mac, GNMA, FHA/VA, or any mortgage insurance Mortgage Broker, warehouse Mortgage Broker, secondary market investor, conduit, or Mortgage Broker?

YES NO *(check one)*

Describe: _____

Made insolvent, made a general assignment for the benefit of creditors, declared bankrupt, suffered or permitted the appointment of a receiver for its business or assets, liquidated, or denied fidelity insurance coverage or mortgagee's errors and omissions insurance coverage?

YES NO *(check one)*

Describe: _____

14. Are there any actions, claims, inquires, investigations, suits or proceedings pending, at law or in equity or before or by any government agency, or, to the knowledge of your company, threatened against or affecting your company or any of its principal officers, directors, partners or owners of 5 percent or more interest which reasonably may be expected to result in any material adverse change in the business, operations, assets or condition of your company?

YES NO *(check one)*

Describe: _____

15. Is your institution the subject of any material litigation, assessments, or contingent liabilities not disclosed in your financial statements (attach additional sheets if necessary)?

YES NO *(check one)*

Describe: _____

1. **ECOA requires that creditors "routinely" provide the applicant with a (a) copy of the appraisal report or (b) the statutory notice that the applicant has a right to request a copy of the appraisal. This is considered a portion of the initial, time sensitive disclosure package, and as a result, is required as part of the loan submission process to GMFS LLC.**

In order to simplify this submission process, we would like to document our files as to the procedure you have implemented. Please indicate your response below:

- Routinely provides a copy of the Notice of Right to Receive a Copy of the Appraisal to the Applicant(s); **or**
 Routinely provides a copy of the Appraisal to the Applicant(s):
 with a cover/transmittal document to the Applicant(s)
(please attach a sample of this document for our reference)
or
 Without a cover/transmittal document to the Applicant(s)

17. Do you have any relationships with any Closing Agents (Title Companies / Attorneys), Appraisers, Realtors, etc that you have an Affiliated Business Agreement with, or any agreement that allows your company to receive compensation from the relationship (such as fees will be included in HOEPA/High Cost Testing)? Yes No

If yes please list those relationships:

Company Name _____
Address/ Phone _____
Owner Principal _____

18. Will you or any of your offices close Texas Home Equity (A6) Loans ? Yes No
Under which category below do you fall as a Licensee?

- _____ Broker
- _____ Regulated Lending License
- _____ Bank / Bank Subsidiary
- _____ U.S. Government Approved

II. Statement of Certification

The undersigned entity hereby represents and warrants that: (1) all information contained in this Application for GMFS, LLC Mortgage Broker Approval is true, complete and accurate, and (2) GMFS, LLC will be notified of any material change in the information provided in this Application during the time after submission of this Application and prior to and after approval. The undersigned entity understands that GMFS, LLC will be relying upon the information contained in this Application and that any misrepresentation or omission may constitute a civil or criminal violation and may be cause for suspension or termination of the Mortgage Broker relationship with GMFS, LLC.

The individual executing this document below represents that such person is duly authorized to sign this statement on behalf of the Applicant.

Name: _____

Title: _____

Signature: _____

Date: _____

Company: _____

Soc. Sec. #: _____

Home Address: _____

AUTHORIZATION TO RELEASE INFORMATION:

TO ALL INDIVIDUALS AND ENTITIES RECEIVING THIS AUTHORIZATION:

You are respectfully requested to provide to any authorized representative of (referred to herein as GMFS, LLC) any information deemed necessary for its evaluation of the quality or quantity of loans originated or sold by the Company as well as the financial strength, experience, capacity, character and reputation of the Company and/or its officers, employees, directors and principals. Such requested information may include, but not be limited to, background investigations regarding matters pertaining to criminal, civil and legal transactions of the company, its officers, directors, principals and employees. Any entity that provides information to GMFS, LLC - for this purpose will be held harmless relative to GMFS, LLC interpretation of such information. Your cooperation and prompt response GMFS, LLC request will be sincerely appreciated.

Company Name _____

By: _____

Name: _____

Title: _____

Date: _____

Mortgage Broker Authorization

_____ (“Broker”) Broker hereby consents and gives GMFS, LLC (“Lender”) permission to submit the name of Applicant’s company and any and all employees of that company for screening through any and all mortgage industry background databases available or in use at any time by the Lender. Applicant understands that Lender understands and hereby consents to the release of information about any loan application that is believed to contain misrepresentation and/or irregularities. Applicant agrees and gives its consent that it and its employees may be named as the originating entity or loan officers on such loans, whether or not Applicant or its employees are implicated in the misrepresentations and/or irregularities. Applicant hereby releases and agrees to hold harmless Lender, or its vendors, and trade associations from any and all liability for damages, losses, costs/ and expenses that may arise from the reporting or use of any information submitted by Lender or its vendor(s). All owners with 10% or more ownership interest must provide signed authorization.

Broker hereby authorizes Lender to order a consumer credit report and verify other credit information on all of the individuals listed below, for the sole purpose of determining whether Broker meets the minimum credit requirements for approval under its broker approval program:

Name: _____ Position or Title: _____
Social Security # _____
X _____ Date: _____
Signature

Name: _____ Position or Title: _____
Social Security # _____
X _____ Date: _____
Signature

Name: _____ Position or Title: _____
Social Security # _____
X _____ Date: _____
Signature

Loan Fraud Prevention Policy

It is the policy and intent of GMFS, LLC to support the eradication of loan fraud within the residential lending marketplace. All fraudulent files are turned over to the FBI and all other applicable state and local agencies. All information gleaned from fraudulent files is shared with other industry participants as well as industry databases.

Loan Originators should be advised that the Broker bears responsibility for all actions performed in the course of business, of his or her employees or licenses. Additionally, the Originator should be aware of their responsibility for the accuracy of all information submitted to GMFS, LLC. GMFS, LLC never speaks to the originator's borrower and relies on the originators or their employees to interview the borrower, and to fully research any questionable statements or situations. Production should never outweigh ethical considerations. Additionally, the Originator is responsible for choosing reputable licensed appraisers.

THE SUBMISSION OF A LOAN APPLICATION CONTAINING FALSE OR IS REPRESENTED INFORMATION IS A FEDERAL CRIME

Although loan fraud or negligent misrepresentation may be perpetrated in many forms, some of the most common examples are shown below:

- * Submission of inaccurate information, including false statements on loan application(s) and falsification of documents purporting to substantiate credit, employment, deposit and asset information or personal information including identity, ownership/non-ownership of real property, etc.
- * Forgery or misrepresentation of partially or predominantly accurate information.
- * Inaccurate representations of current occupancy or intent to maintain required occupancy as agreed in the security instrument.
- * Lack of due diligence or concern by broker, loan officer, interviewer or processor, including failure to obtain or divulge all information required by the application and failure to request further information as dictated by borrower's response to other questions.
- * Acceptance of information or documentation, which is known or suspected to be inaccurate or acceptance of information, which should be known to be or suspected to be inaccurate.

This includes:

- * Simultaneous or consecutive processing of multiple owner-occupied loans from a single applicant where information differs on each application.
- * Permitting an applicant or interested third party to assist with the processing of the loan.
 - Failure of broker to disclose any relevant or pertinent information.

Signature of Principal Officer(s)

By: _____ By: _____

Consequences of Loan Fraud

The consequences of residential loan fraud are far-reaching and expensive. GMFS, LLC warrants the quality of our loan production to our investors. Fraudulent loans may not be sold in the secondary market for home mortgages. If a loan is discovered to be fraudulent after its sale, GMFS, LLC could be obligated to repurchase the loan from our investor.

A few of the repercussions that may be experienced are as follows:

Repercussions to the Broker:

- * Repurchase requests. Revocation of Broker’s license.
- * Loss of approved broker or correspondent lender status with GMFS, LLC.
- * Inability to access lenders caused by the exchange of legally permissible information between lenders; mortgage insurance companies; FHLMC, FNMA and other investors; policy agencies; state and federal regulatory agencies; and industry databases.
- * Civil action by GMFS, LLC
- * Civil action by applicant (borrower) and/or other parties to the transaction.
- * Criminal prosecution, which may result in possible fines and imprisonment.

Repercussions to the Borrower:

- * Adverse, long-term effect on credit history.
- * Acceleration of debt as mandated in the security instrument (Deed of Trust or Mortgage).
- * Civil action by GMFS, LLC.
- * Civil action by other parties to the transaction such as seller or real estate agent/broker.
- * Forfeiture of any professional license.
- * Termination of employment when employer is informed.
- * Criminal prosecution, which may result in possible fines and imprisonment.

I have read the foregoing and understand and accept GMFS, LLC’s Policy on Loan Fraud.

Signature of Broker of Record

Signature of Principal Officer

By: _____ .By: _____