



Addendum to Broker Agreement: Lender-Sponsored FHA Broker Approval

HUD has announced the elimination of FHA's approval of loan correspondents. FHA Approved Direct Endorsement lenders must assume full responsibility to ensure a sponsored loan broker is required to adhere to FHA's loan origination and processing requirements. ClearPoint Funding will now begin accepting broker applications for brokers who were not previously FHA-approved brokers. Brokers not previously approved by FHA or brokers who were previously FHA-approved but did not complete their recertification in time will need to abide by the terms of this addendum ("Addendum") to the Wholesale Broker Agreement entered into between ClearPoint Funding, Inc. ("ClearPoint") and the company identified on the signature line of said Agreement (the "Broker").

RECITALS

A. All capitalized terms in this Addendum not defined here will have the meaning given in the Agreement. In addition to submitting all information required to undergo ClearPoint's standard broker approval process, should Broker wish to become approved to originate FHA mortgage loans with ClearPoint, it will need to furnish ClearPoint with the following information:

- (a) Completed request form furnished to Broker by ClearPoint;
- (b) Proof, the adequacy of which shall be made at ClearPoint's sole and absolute discretion, of Broker's completion of FHA training or of Broker's previous FHA approval/experience;
- (c) Detail of FHA origination experience (if any) including, but not limited to origination volume (both in dollar volume and units originated);
- (d) Financial statements evidencing a net worth of at least \$25,000;
- (e) Broker's Federal Tax Identification Number
- (f) A copy of your mortgage loan Quality Control plan; and
- (f) Current NMLS registration number.

NOW, THEREFORE, in consideration of the mutual promises, covenants and conditions contained in this Addendum and collectively, to the Agreement, and for other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, ClearPoint and Broker agree as follows:

AGREEMENT

1. Additional Broker Representations and Warranties.

(a) Neither Broker nor any of its employees is or has been placed on the Limited Denial of Participation (aka "LDP") List. Should Broker become aware that either it or one of its employees will be placed on said list, Broker agrees to cease all FHA origination activities with ClearPoint and notify ClearPoint within five (5) business days from the date it becomes aware that it or one of its employees has been placed or will be placed on the LDP List.

(b) Broker has not received any negative reporting on CAIVRS. Should Broker become aware that it has been subject to any negative reporting on CAIVRS, Broker agrees to notify ClearPoint within five (5) business days from the date it becomes aware that said reporting has occurred or will occur in the future.

(c) Broker has not and is not in the process of being indicted, pleading guilty or otherwise admitting to any direct or indirect participation in any malfeasance involving or associated with the real estate or mortgage loan industry.

(d) Broker remains in compliance with all mortgage loan-related laws, regulations, guidelines or standards including, but not limited to all HUD Mortgagee Letters, FHA guidelines and the SAFE Mortgage Licensing Act.

(e) Broker is not and has not been subject to any unresolved findings as the result of any regulatory investigation including, but not limited to investigations conducted by HUD.

(f) This Addendum is in addition to and does not change the terms of the Agreement, except as required to integrate the provisions of this Addendum. ClearPoint reserves the right to deny approval of a this Addendum for any reason or no reason.

(g) Broker covenants to adhere to all policies and procedures established by ClearPoint including, but not limited to, ClearPoint's policy regulating maximum allowable points and fees. All ClearPoint's policies and procedures are subject to change at ClearPoint's sole and absolute discretion.

Broker Attestation

Company Name: _____

Authorized Signature: _____

Print Name and Title: _____

Executed on the _____ day of _____, _____.