

A. Settlement Statement

B. Type of Loan

1. <input type="checkbox"/> FHA 2. <input type="checkbox"/> FmHA 3. <input type="checkbox"/> Conv. Unins. 4. <input checked="" type="checkbox"/> VA 5. <input type="checkbox"/> Conv. Ins.	6. File Number: 9999999	7. Loan Number: 9999999	8. Mortgage Insurance Case Number: 99-99-9-9999999
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C. Note: This form is furnished to give you a statement of actual settlement costs. Amounts paid to and by the settlement agent are shown. Items marked "(p.o.c.)" were paid outside the closing; they are shown here for informational purposes and are not included in the totals.

D. Name & Address of Borrower: John Q. DOE Mary Q. DOE 98 Washington Street Anytown, US 99999	E. Name & Address of Seller: Timothy A. SMITH 76 Elm Street Anytown, US 99999	F. Name & Address of Lender: ANYTOWN BANK 123 Main Street Anytown, US 99999
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G. Property Location: 98 Washington Street Anytown, US 99999 Lot 1, Bl. 23, Sec. 45 N. Anytown Washington County, US	H. Settlement Agent: Anytown Settlement Agency Place of Settlement: 987 Main Street Suite 100 Anytown, US 99999	I. Settlement Date: 06/29/2003
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J. Summary of Borrower's Transaction		K. Summary of Seller's Transaction	
100. Gross Amount Due From Borrower		400. Gross Amount Due To Seller	
101. Contract sales price	196,000.00	401. Contract sales price	196,000.00
102. Personal property		402. Personal property	
103. Settlement charges to borrower (line 1400)	4,540.74	403.	
104.		404.	
105.		405.	
Adjustments for items paid by seller in advance		Adjustments for items paid by seller in advance	
106. City/town taxes to		406. City/town taxes to	
107. County taxes 6/29 to 6/30	11.31	407. County taxes 6/29 to 6/30	11.31
108. Assessments to		408. Assessments to	
109.		409.	
110.		410.	
111.		411.	
112.		412.	
120. Gross Amount Due From Borrower	200,552.05	420. Gross Amount Due To Seller	196,011.31
200. Amounts Paid By Or In Behalf Of Borrower		500. Reductions In Amount Due To Seller	
201. Deposit or earnest money	1,000.00	501. Excess deposit (see instructions)	
202. Principal amount of new loan(s)	196,000.00	502. Settlement charges to seller (line 1400)	10,474.00
203. Existing loan(s) taken subject to		503. Existing loan(s) taken subject to	
204.		504. Payoff of first mortgage loan	105,297.12
205.		505. Payoff of second mortgage loan	
206.		506. Payoff Processing/Delivery	25.00
207.		507. Home Warranty	325.00
208.		508. Rent Back Security Deposit	1,000.00
209. Rent Back 6/29 to 7/10 @ 49.95	649.35	509. Rent Back 6/29 to 7/10 @ 49.95	649.35
Adjustments for items unpaid by seller		Adjustments for items unpaid by seller	
210. City/town taxes to		510. City/town taxes to	
211. County taxes to		511. County taxes to	
212. Assessments to		512. Assessments to	
213.		513. 1st 1/2 1998 RE Taxes #999-9-99-99-999	1,023.82
214.		514.	
215.		515.	
216.		516.	
217.		517.	
218.		518.	
219.		519.	
220. Total Paid By/For Borrower	197,649.35	520. Total Reduction Amount Due Seller	118,794.29
300. Cash At Settlement From/To Borrower		600. Cash At Settlement To/From Seller	
301. Gross Amount due from borrower (line 120)	200,552.05	601. Gross amount due to seller (line 420)	196,011.31
302. Less amounts paid by/for borrower (line 220)	(197,649.35)	602. Less reductions in amt. due seller (line 520)	(118,794.29)
303. Cash <input checked="" type="checkbox"/> From <input type="checkbox"/> To Borrower	2,902.70	603. Cash <input checked="" type="checkbox"/> To <input type="checkbox"/> From Seller	77,217.02

Section 5 of the Real Estate Settlement Procedures Act (RESPA) requires the following: • HUD must develop a Special Information Booklet to help persons borrowing money to finance the purchase of residential real estate to better understand the nature and costs of real estate settlement services; • Each lender must provide the booklet to all applicants from whom it receives or for whom it prepares a written application to borrow money to finance the purchase of residential real estate; • Lenders must prepare and distribute with the Booklet a Good Faith Estimate of the settlement costs that the borrower is likely to incur in connection with the settlement. These disclosures are mandatory.

Section 4(a) of RESPA mandates that HUD develop and prescribe this standard form to be used at the time of loan settlement to provide full disclosure of all charges imposed upon the borrower and seller. These are third party disclosures that are designed to provide the borrower with pertinent information during the settlement process in order to be a better shopper.

The Public Reporting Burden for this collection of information is estimated to average one hour per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information.

This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number.

The information requested does not lend itself to confidentiality.

L. Settlement Charges

700. Total Sales/Broker's Commission based on price \$	196,000.00	@	5.00 % =	9,800.00		
Division of Commission (line 700) as follows:						
701. \$	5,880.00	to	Anytown Real Estate		Paid From Borrowers Funds at Settlement	Paid From Seller's Funds at Settlement
702. \$	3,920.00	to	Anytown Properties			
703.	Commission paid at Settlement					9.800
704.	Deposit held by Anytown Real Estate		\$1000			
800. Items Payable In Connection With Loan						
801.	Loan Origination Fee	1 %	ANYTOWN BANK		1,960.00	
802.	Loan Discount	%				
803.	Appraisal Fee	to	James Jones	300B		
804.	Credit Report	to	ABC Credit Reports	58B		
805.	Lender's Inspection Fee					
806.	Mortgage Insurance Application Fee to					
807.	Assumption Fee					
808.	Tax Service Contract		ANYTOWN BANK		65.00	
809.	Flood Cert. Fee		ANYTOWN BANK		21.50	
810.						
811.						
900. Items Required By Lender To Be Paid In Advance						
901.	Interest from	06/29/98 to 07/01/98	@ \$	37.59 /day	75.18	
902.	Mortgage Insurance Premium for			months to		
903.	Hazard Insurance Premium for			years to		
904.				years to		
905.						
1000. Reserves Deposited With Lender						
1001.	Hazard insurance	2 months @ \$	24.15	per month	48.30	
1002.	Mortgage insurance	months @ \$		per month		
1003.	City property taxes	months @ \$		per month		
1004.	County property taxes	2 months @ \$	170.64	per month	341.28	
1005.	Annual assessments	months @ \$		per month		
1006.		months @ \$		per month		
1007.		months @ \$		per month		
1008.	Aggregate Adjustment				-144.92	
1100. Title Charges						
1101.	Settlement or closing fee	to	Anytown Settlement Agency			195.00
1102.	Abstract or title search	to				
1103.	Title examination	to	ABCIC		243.00	
1104.	Title insurance binder	to				
1105.	Document preparation	to	Watson & Watson, PLC			125.00
1106.	Notary fees	to				
1107.	Attorney's fees	to				
	(includes above items numbers:)					
1108.	Title insurance	to	Anytown Land Title Insurance Company		831.40	
	(includes above items numbers: 1104 & ALTA 8.1)					
1109.	Lender's coverage	\$	196,000.00 ----	585.40		
1110.	Owner's coverage	\$	196,000.00 ----	246.00		
1111.	R5-E Filing Fee		Anytown Settlement Agency			25.00
1112.	Release Processing		Anytown Settlement Agency			85.00
1113.						
1200. Government Recording and Transfer Charges						
1201.	Recording fees: Deed \$	17.00 ; Mortgage \$	16.00 ; Releases \$	16.00	33.00	16.00
1202.	City/county tax/stamps: Deed \$	98.00 ; Mortgage \$	98.00		196.00	
1203.	State tax/stamps: Deed \$	294.00 ; Mortgage \$	294.00		588.00	
1204.	Grantors Tax					196.00
1205.	Record Assignment				16.00	
1300. Additional Settlement Charges						
1301.	Survey	to	Andrew V. Johnson		235.00	
1302.	Pest inspection to					
1303.	Record POA and Affidavit		Clerk of Court		32.00	32.00
1304.						
1305.						
1400. Total Settlement Charges (enter on lines 103, Section J and 502, Section K)					4,540.74	10,474.00

The first page of the HUD-1 Settlement Statement summarizes all the costs and adjustments for the borrower and seller. Section J is the summary of the borrower's transaction and Section K is the summary of the seller's side of the transaction. You may receive a copy of the seller's side, but it is not required.

Section 100 summarizes the borrower's costs, such as the contract cost of the house, any personal property being purchased, and the total settlement charges owed by the borrower from Section L.

Beginning at **line 106**, adjustments are made for items (such as taxes, assessments, fuel) that the seller has previously paid. If you will benefit from these items after settlement, you will usually repay the seller for that portion of the cost.

Section 200 lists the amount paid by the borrower or on behalf of the borrower. This will include the deposit of earnest money you put down with the agreement of sale, the loan(s) you are getting and any loan you may be assuming.

Beginning at **Line 210**, adjustments are made for items that the seller owes (such as taxes, assessments) but for which you as the borrower will pay after settlement. The seller will usually pay you or credit you this portion at settlement.

Section 300 reflects the difference between the gross amount due from the borrower and the total amount paid by/for the borrower. Generally, line 303 will show the amount of cash the borrower must bring to settlement.

700. Sales/Broker's Commission: This is the total dollar amount of the real estate broker's sales commission, which is usually paid by the seller. This commission is typically a percentage of the selling price of the home.

800. Items Payable in Connection with Loan: These are the fees that lenders charge to process, approve and make the mortgage loan:

801. Loan Origination: This fee is usually known as a loan origination fee but sometimes is called a "point" or "points." It covers the lender's administrative costs in processing the loan. Often expressed as a percentage of the loan, the fee will vary among lenders. Generally, the buyer pays the fee, unless otherwise negotiated.

802. Loan Discount: Also often called "points" or "discount points," a loan discount is a one-time charge imposed by the lender or broker to lower the rate at which the lender or broker would otherwise offer the loan to you. Each "point" is equal to one percent of the mortgage amount. For example, if a lender charges two points on a \$80,000 loan this amounts to a charge of \$1,600.

803. Appraisal Fee: This charge pays for an appraisal report made by an appraiser.

804. Credit Report Fee: This fee covers the cost of a credit report, which shows your credit history. The lender uses the information in a credit report to help decide whether or not to approve your loan and how much money to lend you.

805. Lender's Inspection Fee: This charge covers inspections, often of newly constructed housing, made by employees of your lender or by an outside inspector. (Pest or other inspections made by companies other than the lender are discussed in line 1302.)

806. Mortgage Insurance Application Fee: This fee covers the processing of an application for mortgage insurance.

807. Assumption Fee: This is a fee which is charged when a buyer "assumes" or takes over the duty to pay the seller's existing mortgage loan.

808. Mortgage Broker Fee: Fees paid to mortgage brokers would be listed here. A CLO fee would also be listed here.

900. Items Required by Lender to Be Paid in Advance: You may be required to prepay certain items at the time of settlement, such as accrued interest, mortgage insurance premiums and hazard insurance premiums.

901. Interest: Lenders usually require borrowers to pay the interest that accrues from the date of settlement to the first monthly payment.

902. Mortgage Insurance Premium: The lender may require you to pay your first year's mortgage insurance premium or a lump sum premium that covers the life of the loan, in advance, at the settlement.

903. Hazard Insurance Premium: Hazard insurance protects you and the lender against loss due to fire, windstorm, and natural hazards. Lenders often require the borrower to bring to the settlement a paid-up first year's policy or to pay for the first year's premium at settlement.

904. Flood Insurance: If the lender requires flood insurance, it is usually listed here.

1000 - 1008. Escrow Account Deposits: These lines identify the payment of taxes and/or insurance and other items that must be made at settlement to set up an escrow account. The lender is not allowed to collect more than a certain amount. The individual item deposits may overstate the amount that can be collected. The aggregate adjustment makes the correction in the amount on line 1008. It will be zero or a negative amount.

1100. Title Charges: Title charges may cover a variety of services performed by title companies and others. Your particular settlement may not include all of the items below or may include others not listed.

1101. Settlement or Closing Fee: This fee is paid to the settlement agent or escrow holder. Responsibility for payment of this fee should be negotiated between the seller and the buyer.

1102-1104. Abstract of Title Search, Title Examination, Title Insurance Binder: The charges on these lines cover the costs of the title search and examination.

1105. Document Preparation: This is a separate fee that some lenders or title companies charge to cover their costs of preparation of final legal papers, such as a mortgage, deed of trust, note or deed.

1106. Notary Fee: This fee is charged for the cost of having a person who is licensed as a notary public swear to the fact that the persons named in the documents did, in fact, sign them.

1107. Attorney's Fees: You may be required to pay for legal services provided to the lender, such as an examination of the title binder. Occasionally, the seller will agree in the agreement of sale to pay part of this fee. The cost of your attorney and/or the seller's attorney may also appear here. If an attorney's involvement is required by the lender, the fee will appear on this part of the form, or on lines 1111, 1112 or 1113.

1108. Title Insurance: The total cost of owner's and lender's title insurance is shown here.

1109. Lender's Title Insurance: The cost of the lender's policy is shown here.

1110. Owner's (Buyer's) Title Insurance: The cost of the owner's policy is shown here.

1200. Government Recording and Transfer Charges: These fees may be paid by you or by the seller, depending upon your agreement of sale with the seller. The buyer usually pays the fees for legally recording the new deed and mortgage (line 1201). Transfer taxes, which in some localities are collected whenever property changes hands or a mortgage loan is made, can be quite large and are set by state and/or local governments. City, county and/or state tax stamps may have to be purchased as well (lines 1202 and 1203).

1300. Additional Settlement Charges:

1301. Survey: The lender may require that a surveyor conduct a property survey. This is a protection to the buyer as well. Usually the buyer pays the surveyor's fee, but sometimes this may be paid by the seller.

1302. Pest and Other Inspections: This fee is to cover inspections for termites or other pest infestation of your home.

1303-1305. Lead-Based Paint Inspections: This fee is to cover inspections or evaluations for lead-based paint hazard risk assessments and may be on any blank line in the 1300 series.

1400. Total Settlement Charges: The sum of all fees in the borrower's column entitled "Paid from Borrower's Funds at Settlement" is placed here. This figure is then transferred to line 103 of Section J, "Settlement charges to borrower" in the **Summary of Borrower's Transaction** on page 1 of the HUD-1 Settlement Statement and added to the purchase price. The sum of all of the settlement fees paid by the seller are transferred to line 502 of Section K, **Summary of Seller's Transaction** on page 1 of the HUD-1 Settlement Statement.

Paid Outside Of Closing ("POC"): Some fees may be listed on the HUD-1 to the left of the borrower's column and marked "P.O.C." Fees such as those for credit reports and appraisals are usually paid by the borrower before closing/settlement. They are additional costs to you. Other fees such as those paid by the lender to a mortgage broker or other settlement service providers may be paid after closing/settlement. These fees are usually included in the interest rate or other settlement charge. They are not an additional cost to you. These types of fees will not be added into the total on Line 1400.