

«f80»
«f81»
«f82», «f83»

HAZARD INSURANCE AUTHORIZATION AND REQUIREMENTS

Date: «f2»
Loan No.: «f3»
Escrow No.: «f49»

Lender: «f38»
Borrower: «f5» «f6» «f7» «f8»
«f10» «f11» «f12»

To: «f49»

ESCROW DEPARTMENT, as Escrow Holder

Following are the minimum hazard insurance requirements for this company. This form is to be completed and returned with the ESCROW LOAN INSTRUCTIONS.

**** BORROWER SHALL HAVE FLOOD INSURANCE ON ALL BUILDINGS ON SUBJECT PROPERTY.****

1. Coverage in an amount equal to replacement cost of property and provide that structures can be rebuilt using current building codes.
2. Insurance company must have an "A" rating or better in the latest Best's Insurance Guide.
3. Coverage shall provide at least Broad Form on one to four units, and at least "Vandalism & Malicious Mischief" over four units, with no deviation. Homeowner's policies must be equal to HO 2 form.
4. Policies may contain deductibles on any peril of not more than: \$100.00 if loan is \$50,000.00 or less; \$250.00 if loan is between \$50,001.00 and \$100,000.00; \$500.00 if loan is in excess of 100,000.00; and \$1,000.00 if loan is \$1,000,000.00 or more.
5. Policy must be for at least six months term, however premiums may be on a monthly installment basis of policy provides that company will be notified in writing prior to cancellation, for any cause. Binders are not acceptable.
6. If an existing policy is provided and will expire within six months from recording, it must be renewed for a one year term.
7. All forms and endorsements pertaining to the Company requirements must appear on the Declaration page of the policy.
8. New Policies must be accompanied by a signed Broker of Record Authorization if borrower has recently changed insurance agents.
9. Lenders Loss Payable Endorsement 438BFU to be affixed in favor of LENDER:
 , (a California Corporation)
 Successors and/or Assigns
 c/o
 ,
 Loan File Number:
10. Property address and insured names to be designated as per Policy.
11. Our loan number must be shown on the policy and any subsequent endorsements.
12. Effective date of new policies, endorsements, and/or assignments shall be as of, or prior to, date of recording.

All policies, assignments, and/or endorsements, for completion of our loan escrow, are to be mailed to the ESCROW COMPANY for the benefit of the LENDER.

AN ACCEPTABLE POLICY, WITH ENDORSEMENTS AND/OR ASSIGNMENTS, MUST BE FORWARDED AND RECEIVED BY ESCROW BEFORE THE LOAN IS FUNDED, OR THE LENDER MAY BE FORCED TO PLACE INTERIM COVERAGE AT AN ADDITIONAL COST TO THE BORROWER.

BY: President

«f5» «f6» «f7» - Borrower/Date

«f10» «f11» «f12» - Borrower/Date