



LOAN FRAUD ZERO TOLERANCE

All Applicants for loans from Citadel Servicing Corporation ("CSC") must be aware that CSC has zero tolerance for misstatements of fact or concealment of intentions. Each Borrower is responsible for the content and statements on their loan application.

TYPES OF LOAN FRAUD

1. Submission of inaccurate information including false statements on loan applications.
2. Falsification of documents to substantiate credit, employment, deposit or asset information including identity, ownership/non-ownership of real property.
3. Forgery of partially or predominantly accurate information.
4. Inaccurate or intentionally misleading statements regarding current occupancy or intent to maintain minimum occupancy as stated on the Security Instrument.
5. Inaccurate or misleading statements made to induce CSC to make a loan for a non-owner occupied property when the intention is to use the subject property that is collateral for the loan as a primary personal residence.

CONSEQUENCES

The effects of Loan Fraud are costly to all parties involved. CSC stands behind the quality of its loan production. Fraudulent loans cannot be sold to investors in the Secondary Market and if sold, will require repurchase. Fraudulent loans damage CSC's reputation with those investors. The price paid by those who participate in Loan Fraud is even more costly. The following is a list of some of the potential consequences that may be incurred.

CONSEQUENCES TO THE BORROWER

1. Acceleration of the debt pursuant to the Deed of Trust which create a default if the Borrower gives materially false, misleading or inaccurate information or fails to provide CSC with material information in connection with the loan application.
2. Criminal prosecution.
3. Civil action by CSC or other parties to the transaction.
4. Employment termination.
5. Loss of any applicable professional license.
6. Adverse effect on credit history.

**Loan Fraud Zero Tolerance Acknowledgement
(Continued)**

I / We have read the foregoing and fully understand Citadel Servicing Corporation's position on Loan Fraud. Neither I (We) nor any other party acting on our behalf to facilitate this loan request including Mortgage Brokers or Bankers, Real Estate Brokers or Agents has knowingly and/or willfully engaged in the practice of any Loan Fraud that results in the origination and subsequent submission of a fraudulent loan to Citadel Servicing Corporation.

Signature of Borrower

Signature of Borrower

Date

Date

NOTARY ATTESTATION

State of Florida

County of _____

Subscribed and sworn to (or affirmed) before me on this _____ day of _____, 20_____, by _____,

_____ proved to me on the basis of satisfactory evidence to be the person(s) who appeared before me, _____, Notary Public.

(Seal)

Signature _____