



GMFS LLC APPLICATION

Correspondent Lending Approval

Use	A prospective correspondent uses this form to request approval to sell mortgages to GMFS LLC and to enter into a Correspondent Loan Purchase Agreement with GMFS LLC.
Copies	Original
Source	GMFS, LLC sends this form as part of our correspondent application package to a correspondent that requests such approval.
Instructions:	The Correspondent should complete this application in full, attach all required accompanying documentation, have it signed by an authorized senior officer, and submit it with the <i>Correspondent Loan Purchase Agreement</i> 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 correspondent 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 (E&O) coverage including amounts of each and their effective dates (only if correspondent is not a regulated financial institution i.e., bank, savings and loan, credit union);
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 #14.
4	Quality Control Plan
5	GMFS Compensation Agreement
6	AiR Policy (Appraisal Independence Requirements)
7	Correspondent Resume
8	Copy of Correspondents hiring procedures for checking all employees against GSA excluded parties list, the HUD LDP list, and FHFA SCP List.

Indication of Approval	If GMFS LLC approves the application, a copy of the fully executed Correspondent Loan Purchase Agreement will be forwarded to the correspondent for its permanent records.
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Close in the Name of

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

Application for GMFS LLC Correspondent Approval

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?

May we communicate with you at this Email address?

☐ YES

☐ NO 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)

☐ Commercial Bank

☐ Corporation, LLC, or Partnership

☐ Loan Credit Union

☐ Financial Service Company Savings

☐ Assoc./Mutual or Stock Savings

☐ Bank

☐ State Licensed Mortgage Lender

☐ Savings Bank/Stock

☐ State Licensed Financial Institution

☐ State Licensed Financial Service Co.

☐ State Licensed Mortgage Broker State

☐ Licensed Mortgage Servicer

☐ Sub. of Commercial Bank

☐ Sub. of Federal Saving &

☐ Thrift

☐ Trade Association

☐ Other (specify) _____

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 Correspondent Application and/or Correspondent Loan Purchase Agreement prior to GMFS LLC's processing of submitted loans.

Charter: ☐ State or ☐ Federal (check one)

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 Correspondent 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 Correspondent 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. What warehouse lines do you use? _____

If the warehouse vendor has not yet approved GMFS, LLC as an investor (Per our Guide), please send the information to your District Director and GMFS, LLC will request an approval. We cannot take a lock until we are approved.

13. Please provide wiring instructions for loan purchase proceeds:

Wire funds to: _____

Account #: _____

Routing #: _____

Account Name: _____

Bank Location: _____

Contact Name: _____

14. 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, judgment 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, or denied approval by HUD, FNMA, Freddie Mac, GNMA, FHA/VA, or any mortgage insurance correspondent, warehouse correspondent, secondary market investor, conduit, or correspondent?

☐ 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: _____

15. Are there any actions, claims, inquiries, 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: _____

16. 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: _____

17. **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)

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

19. **The following information answered on the contract would need to be entered in the Comments Section so that it will be provided to the Closer with the IRN printout put in the file by the CRR/Analyst.**

1. Will the closing documents be returned by the Closing Agent to GMFS or to your company?
_____ If they are to be returned to your company, please complete the following information:

Mail to: _____
Attn: _____
Street: _____
City, State, Zip _____

2. If the original closing documents are to be returned to GMFS but the Original Note should be forwarded to a different destination, please complete the information below:

Mail to: _____
Attn: _____
Street: _____
City, State, Zip: _____

3. Funding Advices should be faxed to:

(____) _____ - _____ Attn: _____

4. Will the GMFS Closing Specialist work with the Loan Officer or a specific contact from the main office?

. If it is a specific contact, please complete the info below:

Contact: _____ Contact Phone: _____ Contact Fax: _____
_____ Contact email: _____

II. Statement of Certification

The undersigned entity hereby represents and warrants that: (1) all information contained in this Application for GMFS LLC Correspondent Approval (Form 1000) 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 correspondent 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: _____

Social Security # _____

Home Address: _____



GENERAL POWER OF ATTORNEY

KNOW ALL MEN BY THESE PRESENTS, that I, _____, acting on behalf of the Company, have made, constituted and appointed and by these presents do make, constitute, and appoint GMFS LLC ("Assignee") as the Company's true and lawful agent and attorney-in -fact, for the Company and in the Company's name, place, and stead to execute, endorse, acknowledge, and deliver such documents and to take whatever action as such attorney-in-fact may deem necessary and appropriate for the purpose of negotiating, assign, and transferring from the Company to Assignee mortgage notes, mortgages, deeds of trust, and any documents related to the real property described in the Security Instrument or other document.

The Company hereby gives such attorney-in-fact full power and authority to do and perform all and every act and thing whatever requisite and necessary to be done in connection with the purpose stated herein as fully to all intents and purposes as the Company might or could do, hereby ratifying and confirming on behalf of the Company whatever such attorney-in-fact shall or may do by virtue hereof.

This General Power of Attorney shall remain in effect for the purpose stated herein until specifically revoked in writing. In the event this General Power of Attorney is filed or recorded, such written revocation must be similarly filed or recorded.

IN WITNESS WHEREOF, I have hereunto set my hand this _____ day of _____, 20____, capacity stated herein.

Company Name: _____
By: _____
Its: _____
Printed Name and Title

STATE OF _____
COUNTY/PARISH _____

I, _____, _____, certify that
_____, personally came before me this day _____ and that he/she
as _____, being authorized to do so, executed the foregoing on behalf of the entity.

Witness my hand and official seal this _____ day of _____, 20____.

Notary Public

Printed Name

[Seal]

My Commission expires: _____ Bar
Roll # _____



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: _____



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.

THE SUBMISSION OF A LOAN APPLICATION CONTAINING FALSE OR MISREPRESENTED 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:

Repercussion 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.

Repercussion 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 licenses
- Termination of employment when the 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

By: _____

Signature of Principal Officer

By: _____