

CREDIT REPORT AUTHORIZATION AND RELEASE

Authorization is hereby granted to PSG Capital Partners to obtain a standard factual credit report through a credit reporting agency chosen by PSG Capital Partners.

My/our signature below authorizes the release to the credit reporting agency of a copy of my credit application, and authorizes the credit reporting agency to obtain information regarding my employment, savings accounts, and outstanding credit accounts (mortgages, auto loans, personal loans, charge cards, credit unions, etc.). Authorization is further granted to the reporting agency to use a photostatic reproduction of this authorization if necessary to obtain any information regarding the above-mentioned information.

Applicants hereby request a copy of credit report obtained with any possible derogatory information be sent to the address of present residence, and holds PSG Capital and credit reporting organization harmless in so mailing the copy requested.

Any reproduction of this credit report authorization and release made by reliable means (for example, photocopy or facsimile) is considered an original.

Borrower's Printed Name & Signature: Date: Social Security # / Age

Borrower's Printed Name & Signature: Date: Social Security # / Age

Current Address:

Former Address:

BORROWER'S CERTIFICATION & AUTHORIZATION

Certification

The undersigned certify the following:

1. I/We have applied for a mortgage loan from PSG Capital Partners In applying for the loan,

I/We completed a loan application containing various information on the purpose of the loan, the amount and source of the down payment, employment and income information, and assets and liabilities. I/We certify that all of the information is true and complete. I/We made no misrepresentations in the loan application or other documents, nor did I/We omit any pertinent information.
2. I/We understand and agree that Southpointe Fin. reserves the right to change the mortgage loan review process to a documentation program. This may include verifying the information provided on the application with the employer and/or the financial institution.
3. I/We fully understand that it is a Federal crime punishable by fine or imprisonment, or both, to knowingly make any false statements when applying for this mortgage, as applicable under the provisions of Title 18, United States Code, Section 1014.

Authorization to Release Information

To Whom It May Concern:

1. I/We have applied for a mortgage loan from PSG Capital Partners As part of the application process, PSG Capital Partners verify information contained in my/our loan application and in other documents required in connection with the loan, either before the loan is closed or as part of its quality control program.
2. I/We authorize you to provide to Southpointe Fin. and to any investor to whom PSG Capital Partners may sell any and all information and documentation that they request. Such information includes, but is not limited to, employment history and income; bank, money market, and similar account balances; credit history; and copies of income tax returns.
3. PSG Capital Partners or any investor that purchases the mortgage may address this authorization to any party named in the loan application.
4. A copy of this authorization may be accepted as an original.
5. Your prompt reply to Southpointe Financial or the investor that purchased the mortgage is appreciated.

Applicant Signature

Date

Social Security Number

Applicant Signature

Date

Social Security Number

LOAN PURPOSE DECLARATION / PSG Capital Partners

Loan: _____

Proposed Loan Amount: _____

Each of the undersigned (collectively "**Borrower**") has applied for the Loan to be secured by the property(ies) set forth on one or more separate but related and incorporated Real Property Loan Security Declarations. Each Borrower will sign a promissory note ("Note") and deed(s) of trust ("Deed(s) of Trust") to and which encumber the property(ies). "**Lender**" as used herein includes the original lender who funds the Loan as well as others to whom Lender may transfer all or a part of the ownership of the Loan.

Borrower represents, warrants, and declares to Lender that:

1. Borrower is: an individual (natural person); a corporation, limited liability corporation, partnership, trust, estate, church, union, agency, association, cooperative, organization, government or governmental subdivision ("Entity"); or, both.

2. The Borrower has applied to Lender for the Loan to be secured by a Deed(s) of Trust on the Property. Borrower understands the importance of truthfully and accurately disclosing to Lender the information requested in this declaration including, but not limited to, the purpose(s) for which Borrower intends to use the Loan proceeds. **Borrower further understands Lender, its brokers, agents, and employees will rely on Borrower's representations in this declaration to determine, among other things: (1) whether to make the Loan; (2) the terms and conditions of the Loan; (3) what disclosures may be required; and (4) whether Lender possesses the necessary license(s) to make or arrange the Loan.**

3. INSTRUCTIONS: Borrower must complete the following in his/her own hand. Please print legibly in ink. For each Borrower that is an individual (natural person), print each Borrower's name and fill in "individual" under capacity. For each Borrower that is an Entity, fill in the name of the Entity, and under capacity state the name and position pursuant to which the undersigned is authorized to act (for example, "Jane Smith" as president, secretary, managing member, general partner, trustee, etc.)

| EACH BORROWER'S NAME (As you want it to appear on title and on the loan documents) | CAPACITY (See instructions above) |
|---|--------------------------------------|
| Borrower: | |
| Borrower: | |
| Borrower: | |
| Borrower: | |

4. **Borrower intends to use the Loan proceeds for the purposes and in the amounts set forth below.**
INSTRUCTIONS: Borrower must complete the following in his or her own hand and in his or her own words. Please print legibly in ink. Itemize separately all payoffs of existing mortgages or liens. Attach additional pages

if and as needed to provide a complete and accurate explanation. For each purpose or intended use of the Loan proceeds, please indicate the "USES" as either personal ("P"), Business ("B") or Agricultural ("A").

"Personal use or purpose" loans are primarily for a "personal, family or household purpose or use." Such loans include, but are not limited to, loans to purchase, remodel, repair or improve a principal residence, a vacation home, or personal vehicle or boat; to purchase furniture, furnishings, appliances, or other consumer goods for personal use; to pay or consolidate personal or family debt or credit cards; or for education expenses, vacations, and medical expenses. These are often called "consumer loans" and are for a "personal purpose or use."

"Business use or purpose" loans include, but are not limited to, loans to purchase, repair or improve real property for use in the Borrower's business; to acquire, improve or maintain certain non-owner occupied rental property; to purchase, improve or repair tools, equipment, machinery, fixtures or furnishings used in Borrower's business; for operating capital (e.g., employee salaries) or to purchase or pay for business inventory, supplies, rent, taxes, insurance, and other related expenses; or to payoff, refinance or consolidate business debts.

"Agricultural purpose" loans are for planting, propagating, nurturing, harvesting, catching, storing, exhibiting, marketing, transporting, processing or manufacturing food, beverages (including alcoholic beverages), flowers, trees, livestock, poultry, bees, wildlife, fish or shellfish by a natural person engaged in farming, fishing or growing crops, flowers, trees, livestock, poultry, bees or wildlife.

| USE: Personal = 'P' Business = 'B' Agricultural = 'A' | <u>ITEMIZED PURPOSE (INTENDED USE) OF NET LOAN PROCEEDS</u> [Further Explanation of 'P,' 'B,' and/or 'A'] | <u>AMOUNT</u> [Total should equal the approximate net loan proceeds] |
|---|---|--|
| | | |
| | | |
| | | |
| | | |
| TOTAL | | |

If the proposed loan amount changes from the amount stated above, Borrower agrees to immediately, and before the close of escrow, notify Lender of any changes from those set forth above in the type and proportion of intended use of Loan proceeds.

5. Are Loan proceeds to be used primarily to acquire, improve, or maintain rental property? Yes No

If your answer is "yes," will Borrower or a relative or family member of Borrower occupy any residential housing unit on the property? Yes No

6. Part or all of the Loan proceeds will will not be used for demolition or construction of improvements on the Property.

THIS DECLARATION IS PART OF YOUR LOAN APPLICATION. PLEASE MAKE SURE THE STATEMENTS ABOVE, AS COMPLETED, ARE TRUE AND ACCURATE. UNTRUE OR FALSE STATEMENTS MAY SUBJECT YOU TO CIVIL OR CRIMINAL PENALTIES.

NO UNDERSIGNED HAS COMPLETED ANY PORTION OF THIS FORM BASED UPON SUGGESTIONS OR DIRECTION FROM LENDER, LENDER'S AGENTS OR ANY BROKER, LOAN AGENT AND/OR MORTGAGE LOAN ORIGINATOR REGARDLESS OF WHOM THE BROKER OR LOAN AGENT CLAIMS TO REPRESENT.

Each undersigned declares under penalty of perjury under the laws of the State of California that the foregoing is true and correct.

Executed at _____ [City], California on the ____ day of _____, 20 ____.

Borrower

Borrower

Borrower

Borrower

REAL PROPERTY LOAN SECURITY DECLARATION / PSG Capital Partners

Loan: _____

Proposed Loan Amount: _____

Property Address: _____ ("Property")

[Use a separate declaration for each property securing the loan.]

Each of the undersigned (collectively, "**Borrower**") has applied for the Loan, to be secured by the Property. Each Borrower will sign a promissory note ("Note") and deed(s) of trust ("Deed of Trust") to and which encumber the Property. "**Lender**" as used herein includes the original lender who funds the Loan as well as others to whom Lender may transfer all or a part of the ownership of the Loan.

Borrower represents, warrants, and declares to Lender that:

1. Borrower understands the importance of truthfully and accurately disclosing to Lender the information requested in this declaration including, but not limited to, the nature and use of the Property and of the Loan proceeds. Borrower further understands Lender, its brokers, agents, and employees, will rely on Borrower's representations in this declaration to determine, among other things: (1) whether to make the Loan; (2) the terms and conditions of the Loan; (3) what disclosures may be required; and (4) whether Lender possesses the necessary license(s) to make or arrange the Loan.
2. The Property [**pick one**]:
 - Is comprised of only residential units. The number of residential units is: _____.
 - Is comprised of only commercial, industrial, agricultural, retail property and/or vacant land.
 - Is comprised of mixed use property (part residential and part commercial, retail or industrial units). The Property has [state number] _____ residential units and _____ non-residential units.
3. I do / do not intend to occupy any housing unit on the Property as my personal residence if and after the Loan closes. [**Check "I do" if any Borrower will use the Property as his/her personal residence.**]
4. Each of the undersigned Borrower's current principal residence is [state address]:

| EACH BORROWER'S NAME | CURRENT PRINCIPAL ADDRESS |
|----------------------|---------------------------|
| | |
| | |
| | |
| | |

5. I do / do not intend to change my personal residence if the Loan is funded. [**Check "I do" if any Borrower will change his or her principal residence address if the Loan is funded.**]

6. If the Property is partially residential rental property [**pick one**]:

- It is rented to a third party (not a relative or family member) who pays, or will pay, fair market value rent.
- It is occupied by a relative or family member who pays, or will pay, fair market value rent.
- It is occupied by a relative or family member who does (or will) not pay rent or who pays (or will pay) less than fair market value rent.
- Not applicable because the Property does not contain a residential rental unit.

7. If the Property is commercial, industrial, agricultural, retail property, vacant land or mixed use property [**check all applicable boxes**]:

- Borrower currently rents it to a third party to produce income.
- Borrower currently uses it in Borrower's business.
- It is currently vacant land held exclusively for investment (i.e., for appreciation and resale) and not for any personal use.
- It is currently vacant land acquired exclusively for development and resale and not for any personal use.
- It is currently vacant land upon which Borrower intends to build a personal residence or vacation home in the future.
- Other: _____.

8. The Property is is not agricultural property which [**check all applicable boxes**]:

is comprised of 25 or more acres of land; and,

Will will not be used primarily for "agricultural purposes." **INSTRUCTION: "Agricultural purpose"** loans are for planting, propagating, nurturing, harvesting, catching, storing, exhibiting, marketing, transporting, processing or manufacturing food, beverages (including alcoholic beverages), flowers, trees, livestock, poultry, bees, wildlife, fish or shellfish by a natural person engaged in farming, fishing or growing crops, flowers, trees, livestock, poultry, bees or wildlife.

THIS DECLARATION IS PART OF YOUR LOAN APPLICATION. PLEASE MAKE SURE THE STATEMENTS ABOVE, AS COMPLETED, ARE TRUE AND ACCURATE. UNTRUE OR FALSE STATEMENTS MAY SUBJECT YOU TO CIVIL OR CRIMINAL PENALTIES.

NO UNDERSIGNED HAS COMPLETED ANY PORTION OF THIS FORM BASED UPON SUGGESTIONS OR DIRECTION FROM LENDER, LENDER'S AGENTS OR ANY BROKER, LOAN AGENT AND/OR MORTGAGE LOAN ORIGINATOR, REGARDLESS OF WHOM THE BROKER OR LOAN AGENT CLAIMS TO REPRESENT.

Each undersigned declares under penalty of perjury under the laws of the State of California that the foregoing is true and correct.

Executed at _____ [City], California on the ____ day of _____, 20 ____.

Borrower

Borrower

Borrower

Borrower

PSG Capital Partners PRIVACY STATEMENT

We collect nonpublic personal information about you from the following sources:

- Information we receive from you on applications and other forms;
- Information about your transactions with us, our affiliates, or others; and
- Information we receive from a consumer reporting agency.

We do not disclose any nonpublic personal information about our customers or former customers to anyone, except as permitted or required by law.

We restrict access to nonpublic personal information about you to those employees who need to know that information to provide services to you and our regular investors, including the bank which provides our lines of credit, who potentially invest in your loan. We maintain physical, electronic, and procedural safeguards that comply with federal regulations to guard your nonpublic personal information.

Borrower

Date

Borrower

Date