

Product

- 30 year note with 120-month Draw. Interest Only pay-option Period & a 240-month Repayment Period
- Spring EQ may issue this product in partnership with other investors, including credit unions, in which case credit union membership may be required. Spring EQ will pay for any initial membership fee or donation on behalf of borrower.

Interest Rates

- During the Draw Period, it has a variable rate of interest, measured by the Prime Rate plus Margin.
- During the 240-month Repayment Period, the rate is fixed.

Advances

- Initial Minimum Draw of \$50,000 and Minimum subsequent Draw is \$1,000
- No additional Draws allowed first 90 days following the date in which the loan closes

Welcome Package & Statement

- The borrower will receive a Welcome package from Specialized Loan Servicing ("SLS") on or about the 12th of month following closing. This will include information such as how to contact SLS, the borrower's new loan number, checks to make withdraws and other key information.
- The borrower should receive monthly billing statements on or about the 15th of each month.

Payments

- Minimum payment of \$100 during Draw Period. If accrued interest is less than \$100 in a billing cycle, any minimum payment amount in excess is applied to the borrower's outstanding balance
- Payment due the 1st of each month, with the exception of the 1st of the month immediately following closing
- During the initial 120-month Draw Period, borrower has the option to pay greater of Interest Only or \$100 per month
 - Borrower's payment during the 10-year Draw Period will vary, as this is based on the current interest rate and Average Daily Principal Balance
- During the 240-month Repayment Period, the borrower's minimum monthly payment will equal the greater of (a) \$100; or (b) 1/240th of the outstanding Account Balance at the end of the Draw Period, plus all accrued finance charges and any other fees, charges and costs.
- SLS services these loans and processes all payments and advances. Payments can be received at:
Specialized Loan Servicing LLC
P.O. Box 60535
City of Industry, CA 91716-0535

SLS also accepts on-line payments via www.sls.net, automated payment drafting and payment by telephone at 1-800-315-4757.

Costs

- Product subject to customary administrative and closing fees. In most cases they are netted at funding against the proceeds on the Initial Draw.
- \$99 fee charged annually from the loan closing date.