

H-4(G) Adjustable-Rate Adjustment Notice Model Form

Important Changes to Your Loan Terms

The following is a summary of changes that are being made to your loan terms as a result of changes to your interest rate, effective (*date*). For more detailed information, please refer to your loan agreement(s).

The changes are as follows:

	Current Rate and Monthly Payment	New Rate and Monthly Payment
Interest Rate	___%	___%
[Principal]	[\$___]	[\$___]
[Interest]	[\$___]	[\$___]
[Taxes + Insurance (Escrow)]	[\$___]	[\$___]
Total Monthly Payment	\$ ___	\$ ___ (due on (<i>date</i>))

Interest Rate: Your interest rate will change due to an [increase][decrease] in the (*index*). [(___%) is being added (interest carried over) to your interest rate because the rate cap prevented this increase at your last interest rate adjustment.] [We could have increased your interest rate another ___% but did not because a rate cap applied. We can add this to your interest rate when the interest rate adjusts again on (*date*).]

[Maximum] [Rate] [Payment] [Limits]: [Your [rate] [payment] can change each (*frequency*), by no more than ___%.] [Your rate can not go higher than ___% over the life of the loan.]

New Monthly Payment: [Your new payment will cover all of your interest and some of your loan's principal, and therefore will reduce your loan balance.]

Loan Balance: Your new loan balance as of (*date of rate adjustment*) is \$_____.

[Prepayment Penalty: If you pay off your loan, refinance or sell your home before (*date*) you could pay a penalty of up to \$____.]

If you have trouble paying your mortgage, contact us at (*telephone number*) [or (*email address*)] as soon as possible.

If you would like to talk with a licensed housing counselor, you can find a list of counselors in your area on the (*Web site of the U.S. Department of Housing and Urban Development*).