

# Mortgage Protection Insurance

PLEASE COMPLETE ALL PARTS OF THIS APPLICATION

## Part 1: General Questions for Applicant

Note policies will be issued in the joint name of the applicant and any 'servicing' subsidiary schedule below. Please answer all questions.

1. Name of Applicant: \_\_\_\_\_
2. Address: \_\_\_\_\_ Phone: \_\_\_\_\_
3. Year established: \_\_\_\_\_ Charter: State Federal National Fax: \_\_\_\_\_
4. Type of Institution (i.e. Savings and Loan – Member of savings and Loan League; Federal/Commercial/National Savings Bank; Mortgage Bank; or other) \_\_\_\_\_
5. List major affiliations (i.e. National Savings and Loan League/State Savings and Loan Association): If None, please state none. \_\_\_\_\_
6. List name and address of servicing subsidiary company(ies). If none, please state none.  
\_\_\_\_\_

## Part 2: Questions concerning the Applicant's mortgage portfolio (Questions 1 – 17)

Note: 'Applicant is to be understood as applicant plus servicing subsidiary named in Part 1.

'Value' should where possible exclude the value of loans secured solely by land.

For the purpose of this Insurance 'Mortgages' include 'Home Equity Loans' and '2<sup>nd</sup> Mortgages':

1. Does Applicant's standard mortgage agreement require borrower to procure and maintain insurance in an amount of not less than the amount of Applicant's mortgagee interest and in compliance with any co-insurance clause in such insurance for perils of:  

Fire, Extended Coverage?	Yes	No	Vandalism	Yes	No
All Risk/Package Type Policy/Mobile Homeowners form?			Yes	No	
2. What type of coverage is most often obtained by borrowers? \_\_\_\_\_
3. For construction loans, does Applicant require borrower to carry builders full All Risk Policy?  
Yes No
4. Do you require hazard policies for mortgage properties to be provided by insurance companies with a rating of at least A+, A or B from Best's policyholder ratings? Yes No
5. Do you check that insurance required of the mortgagor is in force:  
(a) at loan closing Yes No  
(b) and at Policy anniversary Yes No  
If (b) is 'yes' what type of system so you employ? \_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_
6. Does Applicant carry a 'forced placement' program which automatically provides coverage on a property on which Applicant is aware there is no existing insurance of the type that is required in the mortgage document? Yes No  
If 'yes' name carrier: \_\_\_\_\_
7. Average number and value of foreclosures during past 2 years. Number \_\_\_\_\_ Value \$ \_\_\_\_\_

# Mortgage Protection Insurance

8. **BREAKDOWN OF ALL MORTGAGES (INCLUDING COMMERCIAL, 2NDS AND HOME EQUITY LOANS) for the Applicant**

- (a) Number of mortgages serviced by Applicant for own interest (wholly owned or part owned) \_\_\_\_\_ Value \$ \_\_\_\_\_
- (b) Number of mortgages serviced by Applicant for others (no Mortgage interest) \_\_\_\_\_ Value \$ \_\_\_\_\_
- (c) Number of mortgages serviced by Applicant which from security For mortgage Backed Securities \_\_\_\_\_ Value \$ \_\_\_\_\_
- (d) Number of mortgages serviced by others for Applicant's interest (wholly or partly owned) \_\_\_\_\_ Value \$ \_\_\_\_\_
- (e) Total Number of mortgages both owned and non-owned But serviced (i.e. (a) + (b) + (c) + (d)) \_\_\_\_\_ Value \$ \_\_\_\_\_

9. Approximate percentage of loans serviced by applicant for others (no mortgage interest) per 8 (b) are located in:

California \_\_\_\_\_% Florida \_\_\_\_\_% Gulf Coast States \_\_\_\_\_% Eastern Seaboard \_\_\_\_\_%

10. **Commercial Mortgages Only (applicant)** Number \_\_\_\_\_ Value \$ \_\_\_\_\_

11. **2<sup>nd</sup> Mortgages and Home Equity Loans** Number \_\_\_\_\_ Value \$ \_\_\_\_\_

- (a) Of the above number, on how many does the applicant hold the first mortgage? \_\_\_\_\_
- (b) Of those which the assured does not hold the first mortgage, what procedures, if any, are followed to determine the existence and maintenance of hazard insurance.  
\_\_\_\_\_  
\_\_\_\_\_

12. State approximate percentage of serviced loans subject to VA, FHA, SBA or other Mortgage Guarantee Insurance \_\_\_\_\_%

13. What procedures are followed to give proper notice of delinquency to mortgage guarantors?  
\_\_\_\_\_

14. State approximate number of loans on which Applicant 'escrows' for:

(a) Hazard Insurance \_\_\_\_\_ (b) Life & Disability \_\_\_\_\_ (c) Real Estate Taxes \_\_\_\_\_

15. What procedures do you employ to monitor payment of Real Estate Taxes? \_\_\_\_\_  
\_\_\_\_\_

16. Does the Applicant provide mortgages in California? Yes No

17. Does the Applicant provide mortgages in areas designated as flood prone in accordance with the Flood Disaster Protection Act of 1973? Yes No

If 'yes' explain what procedures are followed to make certain borrowers have obtained a Federal Flood Policy or suitable as required at closing and each anniversary thereafter:  
\_\_\_\_\_  
\_\_\_\_\_

18. What percentage of the loan portfolio is sub prime? \_\_\_\_\_

# Mortgage Protection Insurance

## Part 3: Geographic breakdown of loans for Applicant

Notes: Include in the following those loans in which the Applicant has a mortgage interest (wholly or part owned) only. Do not include loans owned by other than the Applicant.

Regarding GNMA or other fully modified 'pass throughs' or similar vehicles originated by the Applicant, 'if an insurable interest exists and Section B protection is required, include.' Do not include FNMA modified 'pass throughs' where the Applicant is an investor only.

'Value' should where possible exclude the value of loans secured solely by land.

1. Total number of mortgages (wholly or partially owned) numbered in Part 2 Q.8 (a) + (c) (if required) and (d) \_\_\_\_\_
2. Total value of mortgages (wholly or partially owned) numbered in Part 2 Q.8 (a) + (c) (if required) and (d) \_\_\_\_\_
3. Area division of mortgages numbered and valued above:
  - (a) **All States – excluding those States set out below**  
(For loans in California please complete supplementary sheet)  
Total value: \$ \_\_\_\_\_ Number \_\_\_\_\_
  - (b) Maine, New Hampshire, Massachusetts, Connecticut, New York, New Jersey, Rhode Island, Virginia, Maryland and Delaware:  
Total value: \$ \_\_\_\_\_ Number \_\_\_\_\_
  - (c) North and South Carolina, Georgia and Florida  
Total value: \$ \_\_\_\_\_ Number \_\_\_\_\_
  - (d) Texas, Louisiana, Mississippi and Alabama  
Total value: \$ \_\_\_\_\_ Number \_\_\_\_\_
  - (e) Hawaii, Alaska, Puerto Rico, other (please specify)  
Total value: \$ \_\_\_\_\_ Number \_\_\_\_\_

## Part 4: Mobile Homes concerning Applicant's loan portfolio

Does question 8 under Part 2 of the proposal indicate any Mobile Home Loans?      Yes      No  
Whether the answer is yes or no, please provide details as follows:

Number of Mobile Homes Mortgage Loans \_\_\_\_\_

The total outstanding mortgage balance \_\_\_\_\_

The States these Mobile Homes are situated \_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

Has the insured suffered any losses with respect of Mobile Homes?      Yes      No

If 'Yes' please give full details \_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

# Mortgage Protection Insurance

**Part 5: Coverage required** (Limits from \$1,000,000 up to \$20,000,000 for Sections A & B available if required and/or higher deductibles) **by Applicant**

Section A	Limit	US\$	Deductible	US\$
Section B	Limit	US\$	Deductible	US\$
Section C (1)	Limit	US\$	Deductible	US\$
Section C (2)	Limit	US\$	Deductible	US\$
Section C (3)	Limit	US\$	Deductible	US\$
Section C (4)	Limit	US\$	Deductible	US\$
Section C (5)	Limit	US\$	Deductible	US\$
Section C (6)	Limit	US\$	Deductible	US\$
Section C (7)	Limit	US\$	Deductible	US\$
Section C (8)	Limit	US\$	Deductible	US\$
Section D	Limit	US\$	Deductible	US\$
Section E	Limit	US\$	Deductible	US\$
Other (specify)	Limit	US\$	Deductible	US\$

**Part 6: Previous Mortgage Protection Policy Info for Applicant**

Carrier: \_\_\_\_\_

Limit of Liability: \_\_\_\_\_

Deductible \_\_\_\_\_

Policy Period: \_\_\_\_\_

Premium: \_\_\_\_\_

**Part 7: Declaration by Applicant**

- Has the Applicant made application for insurance under any of the sections of the Policy and been declined  
 Yes            No  
 If yes, state circumstances \_\_\_\_\_  
 \_\_\_\_\_
- Has the Applicant suffered any losses during the past five years or is the Applicant aware of any circumstances Likely to give rise to a loss under Sections A, B, C, D or E of the Policy?  
 Yes            No
- Has the Applicant suffered any losses during the past ten years under Section C of the Policy?  
 Yes            No  
 If yes give details \_\_\_\_\_  
 \_\_\_\_\_

# Mortgage Protection Insurance

I/We hereby declare that the above statements and particulars are true, that I/we have not suppressed or misstated any material facts and I/we agree that this Proposal Form shall be the basis of the Contract with Underwriters.

\_\_\_\_\_  
(Signature and title of Officer)

\_\_\_\_\_  
(Date)

Printed Name: \_\_\_\_\_

## SUPPLEMENT SHEET – CALIFORNIA COUNTIES

(e) California Counties, including:

(NOTE: Coverage will not be bound unless following are completed correctly)

(i) San Francisco, San Mateo

Total value: \$ \_\_\_\_\_ Number \_\_\_\_\_

(ii) Contra Costa, Alameda

Total value: \$ \_\_\_\_\_ Number \_\_\_\_\_

(iii) Del Norte, Humboldt, Lake, Marin, Mendocino, Napa, Solano and Sonoma

Total Value: \$ \_\_\_\_\_ Number \_\_\_\_\_

(iv) Monterey, San Benito, Santa Cruz, Santa Clara

Total Value: \$ \_\_\_\_\_ Number \_\_\_\_\_

(v) Los Angeles

Total value: \$ \_\_\_\_\_ Number \_\_\_\_\_

(vi) Orange

Total value: \$ \_\_\_\_\_ Number \_\_\_\_\_

(vii) Kern, St. Luis Obispo, Santa Barbara, Ventura

Total value: \$ \_\_\_\_\_ Number \_\_\_\_\_

(viii) San Diego

Total value: \$ \_\_\_\_\_ Number \_\_\_\_\_

(ix) Alpine, Imperial, Inyo, Mono, Riverside, San Bernadino

Total value: \$ \_\_\_\_\_ Number \_\_\_\_\_

All other counties not included in (I) to (ix) above

Total value: \$ \_\_\_\_\_ Number \_\_\_\_\_

Bankers Insurance Agency  
203 W 10th  
Austin Texas 78701  
800-318-4142