INCIDENTAL EXPENSES (Replacement Property)

$_________ Legal, closing and related costs, including title search, preparing conveyance instruments, notary fees, preparing surveys and plats, and recording fees.
$_________ Lender, FHA or VA application and appraisal fees
$_________ Loan origination or assumption fees
$_________ Home Inspection or Engineer’s Report
$_________ Credit report
$_________ Owner’s and mortgagee’s evidence of title, e.g. title insurance
$_________ Escrow agent’s fee
$_________ Septic and water tests
$_________ Other:

$_________ TOTAL AMOUNT OF INCIDENTAL EXPENSES

NOTE: No part of the debt service or finance charge is to be included above.

INCREASED MORTGAGE INTEREST COMPUTATIONS — BUYDOWN METHOD

<table>
<thead>
<tr>
<th>Monthly Payment</th>
<th># Months Remaining</th>
<th>Interest Rate</th>
<th>Mortgage Balance</th>
</tr>
</thead>
<tbody>
<tr>
<td>Acquired Dwelling</td>
<td>$_________</td>
<td>_________</td>
<td>_________</td>
</tr>
<tr>
<td>Replacement Dwelling</td>
<td>$_________</td>
<td>_________</td>
<td>_________</td>
</tr>
<tr>
<td>Difference</td>
<td>$_________</td>
<td>_________</td>
<td>_________</td>
</tr>
</tbody>
</table>

Points _______ on $_________ (new mortgage) = $_________

TOTAL BUYDOWN PAYMENT TO MAINTAIN MONTHLY PAYMENT = $_________

Directions for above computations:

1. Fill in information for acquired dwelling and known information for replacement dwelling.
2. Monthly payment amount for replacement dwelling = same as acquired dwelling.
3. Enter the replacement dwelling’s mortgage balance from the Annuity Tables.

$_________ TOTAL AMOUNT OF INCIDENTAL EXPENSES
$_________ TOTAL AMOUNT OF INTEREST PAYMENT
$_________ ORIGINATION OR SERVICE FEE (if not claimed as incidental expense)
$_________ TOTAL PAYMENT

Date: ___________________________ Right-of-Way Agent: ___________________________

NOTE: Sample computation on Page 2.
SAMPLE COMPUTATION

Old Mortgage:

- Remaining principal balance: $50,000.00
- Monthly payment (principal & interest): $458.22/month
- Interest rate (%): 7%

New Mortgage:

- Interest rate (%): 10%
- Points: 3 points
- Term (years): 15 years

The remaining term of the old mortgage is determined to be 174 months. (Determining or computing the actual remaining term is more reliable than using the data supplied by the mortgagee.) If shorter, use the term of the new mortgage and compute the needed monthly payment.

Amount to be financed to maintain monthly payments of $458.22 at 10% = $42,010.18.

- Remaining principal balance: $50,000.00
- Computed amount for new mortgage: $42,010.18
- Increased mortgage interest costs: $7,989.82

Caculate:

- Computed amount of new mortgage: $42,010.18
- 3 points: $1,260.31
- Increased mortgage interest costs: $7,989.82
- Total Buydown necessary to maintain payments at $458.22/month: $9,250.13

If the new mortgage actually obtained is less than the computed amount for a new mortgage ($42,010.18), the Buydown shall be prorated accordingly. If the actual mortgage obtained in the example were $35,000, the Buydown payment would be ($35,000 divided by $42,010.18 = 0.8331 so $9,250.13 x 0.8331 =) $7,706.57.