

## MORTGAGE BROKER AGREEMENT

In this Agreement, YOU, \_\_\_\_\_, are referred to as “the applicant” or “you,” and WE, \_\_\_\_\_, are referred to as “the mortgage broker company,” or “we,” or “us.”

This agreement is entered into between the applicant and the mortgage broker company this \_\_\_\_\_ day of \_\_\_\_\_, 20\_\_\_. The parties are entering into this agreement to satisfy the requirements of s. 224.79(1), Wis. Stats., and DFI-Bkg 44.01, Wis. Admin. Code. This form must be used in conjunction with the state disclosure statement required pursuant to s. 224.79(2), Wis. Stats., and the federal Loan Estimate form pursuant to the Integrated Mortgage Disclosures under the Real Estate Settlement Procedures Act (Regulation X) and the Truth In Lending Act (Regulation Z).

You understand that the mortgage broker company may not make residential mortgage loans or loan commitments, guarantee acceptance into any particular loan program, or promise any specific loan terms or conditions.

### I. TERMS AND CONDITIONS

This Agreement provides that the mortgage broker company, for a period of \_\_\_\_\_ days, will exercise its efforts to negotiate and obtain a bona fide mortgage loan commitment on behalf of the applicant, based on the following (or better) terms and conditions:

Principal Amount \$ \_\_\_\_\_ Interest Rate \_\_\_\_\_%

Fixed rate or variable rate \_\_\_\_\_

Term \_\_\_\_\_ Years of amortization \_\_\_\_\_

The interest rate \_\_\_\_\_ Is locked in for \_\_\_\_\_ days. \_\_\_\_\_ Is Not locked in

Loan Type \_\_\_\_\_ VA \_\_\_\_\_ FHA \_\_\_\_\_ Conventional \_\_\_\_\_ Non-conventional \_\_\_\_\_ Other

This loan will be a \_\_\_\_\_ First Mortgage \_\_\_\_\_ Second Mortgage \_\_\_\_\_ Other

This mortgage \_\_\_\_\_ Does \_\_\_\_\_ Does Not have a prepayment penalty

This mortgage \_\_\_\_\_ Does \_\_\_\_\_ Does Not have a balloon payment

This mortgage \_\_\_\_\_ Is \_\_\_\_\_ Is Not an “Interest Only” mortgage

This mortgage \_\_\_\_\_ Is \_\_\_\_\_ Is Not subject to negative amortization

**Fees, terms, conditions and interest rate \_\_\_\_\_ are \_\_\_\_\_ are not subject to change prior to or at closing.**

## II. SERVICES TO BE PROVIDED BY MORTGAGE BROKER COMPANY

In consideration for the mortgage broker company earning its fee, the services to be provided by the mortgage broker company are as follows (check all that apply):

- Taking the mortgage loan application.
  - Assembling information.
  - Reviewing, analyzing and evaluating the applicant's financial statements, income and credit history.
  - Processing the mortgage loan file including verifying of information.
  - Preparing all paperwork and documentation necessary for a conditional mortgage loan approval.
  - Arranging for a conditional mortgage loan commitment between the applicant and a lender.
  - Other: \_\_\_\_\_
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## III. FEES

You understand that the mortgage broker company will collect certain fees and charges for its services. **In order to be collected, all such fees and charges must be disclosed on the Loan Estimate ("Loan Estimate") form. Be sure to review the Loan Estimate closely and promptly upon receipt.**

With the exception of a fee to run a credit report, mortgage brokers are prohibited from collecting any fees prior to the delivery of the Loan Estimate. If the disclosures are mailed to an applicant, the applicant is considered to have received the disclosures three business days after they are mailed.

## IV. NATURE OF RELATIONSHIP

The mortgage broker company, at all times when acting in the capacity of a mortgage broker, has an agency relationship with the applicant.

## V. DUTIES

The mortgage broker company owes the applicant all of the following duties:

- A. The mortgage broker company shall act in the applicant's best interest and in the utmost good faith toward the applicant, and may not compromise the applicant's rights or interests in favor of another's rights or interests, including those of the mortgage broker company.
- B. The mortgage broker company may not accept, give, or charge any undisclosed compensation or realize any undisclosed remuneration, through direct or indirect means, that inures to the benefit of the mortgage broker company on an expenditure made for the applicant.

