



Disclosure of Potential Conflict of Interest

Where a Mortgage Loan Originator is also a Real Estate Agent or is related to a participant in the origination or closing of a Mortgage Transaction.

This is to give notice that _____, A LICENSED MORTGAGE LOAN ORIGINATOR, (The "MLO") whose NMLS # is _____, is/is related to a properly licensed **Real Estate Agent** _____. ("The "Agent") The "Agent" includes a Relator, a Title Agent, a Closing Agent, A Remote Closing Notary, or any other participant in the usual functions performed when originating and closing a residential or commercial mortgage loan.

From time to time, your MLO/Agent may serve a customer by representing them as both the MLO and the Agent. In situations like this, it may be a conflict of interest for the MLO to originate and process the loan. It is acceptable for another MLO to take your application and process your loan. That MLO may share some of his fees with your MLO/Agent.

If the Agent relationship involves a real estate license, legitimate "earned" dual compensation is allowed by HUD and the FHA. See ML 1022-22 for confirmation.

There should never be extra fees required of any buyer or borrower because of their professional relationship with the MLO/Agent.

Further, any buyer or borrower remains free to contract with whomever they choose to provide either MLO or Agent services. Just because an MLO/Agent handles one side of the transaction, does NOT mean the buyer or borrower must do business with the Agent or a member of his/her family for the other side of the transaction. The choice of MLO/Agent is always left to the Buyer/Borrower.

Acknowledged by Buyer/Borrower #1

Acknowledged by Buyer/Borrower #2

Customer Name and Date

Customer Name and Date