



# Prior Lien Addendum (Underlying Loan)

Payee and Payor understand that the property Payor is purchasing from Payee is subject to the following existing lien(s), which remain(s) the obligation of Payee.

Prior/Underlying Lienholder A Information			Prior/Underlying Lienholder B Information (if applicable)		
Lender Name			Lender Name		
Address			Address		
City	State	Zip	City	State	Zip
Name of Borrower on Loan			Name of Borrower on Loan		
P&I Payment:	\$		P&I Payment:	\$	
Impound Payment:	\$	Loan Number	Impound Payment:	\$	Loan Number
<b>Total Payment:</b>	<b>\$</b>		<b>Total Payment:</b>	<b>\$</b>	

**\*Please attach a copy the most recent statement/coupon from the Lienholder for each Lien being serviced – required for setup\***

Servicer is hereby irrevocably authorized and directed to disburse the principal and interest payment, plus applicable reserve funds and fees on the prior lien(s) from the monthly installments received from Payor as stated above. Payee is responsible for immediately providing all status information concerning prior lien(s) to Servicer.

**Payor and Payee agree that any prepayments or balloon payments remitted by Payor shall be disbursed as follows:**

- All to the prior lienholder
- To the prior lienholder on the same percentage basis as regular installments are made
- All to Payee

Upon payment in full of this account, Servicer will require payoff statement(s) from the prior lienholder(s) and disburse available funds first to the prior lienholder(s) up to the amount required to pay off the prior lien(s). Any unpaid balance due on the prior lien(s) shall be the responsibility of Payee.

- Wrap (Payee receives a portion of the payment)**
- Exact Wrap (100% of payment to prior lien(s))**  
By checking this box, the parties to this Agreement agree that the unpaid principal balance due under their Agreement shall remain identical to the unpaid balance(s) of the prior lien(s) identified above. No running balance shall be maintained by Servicer on this account. Any status information on the prior lien(s) must be obtained directly from the holder of the prior lien(s) by Payee on this account for the benefit of Payor on this account, including annual interest figures and tax information. The prior lienholder's figures shall always prevail.
- Impound Account**  
By checking this box, the parties to this Agreement agree that prior lienholder  A or  B is impounding for taxes and/or insurance. In addition to the regular installments, Payor shall pay to Servicer an amount equal to the sum required to be paid into the reserve account held by the prior lienholder. Payee agrees to immediately forward to Service Provider any statements received in connection with the administration of the impound account from the prior lienholder. Should Payee receive any adjustment or refund upon payment in full from said account, then Payee will cause Payor to receive a like refund. Servicer is not responsible to secure any portion of any refund for Payor or Payee.

The Parties agree that upon payment in full of any prior lien(s) whereunder that lienholder was impounding for taxes and/or insurance, the Parties will pay taxes and/or insurance directly or will contact Servicer to establish tax and/or insurance reserves.

**Servicer is specifically instructed not to accept partial payments.**

I agree to be bound by Servicer's terms and conditions attached to the Account Servicing Agreement.

Payee/Seller	Date	Payor/Purchaser	Date
Payee/Seller	Date	Payor/Purchaser	Date