



IS A DIVISION OF FINANCIAL AND PROFESSIONAL RISK SOLUTIONS, INC. TX LIC. # 15890
 IN CA DBA: FPR INSURANCE SOLUTIONS, INC. LIC. #0G83953
www.bankersinsuranceservice.com

THIRD PARTY FRAUD BOND PREMIUM INDICATION APPLICATION:

Applicant Name: _____

Applicant Address: _____

Premium Indications requested for the following:

Warehouse Facility Conduit Both

Limit(s) Desired:

- \$5,000,000
- \$10,000,000
- \$15,000,000
- \$25,000,000
- \$50,000,000
- \$75,000,000
- \$100,000,000
- Other _____

Deductible(s) Desired:

- \$750,000
- \$1,000,000
- \$1,500,000
- \$2,000,000
- \$2,500,000
- \$3,000,000
- \$5,000,000
- \$10,000,000

• This deductible is only available on limits under \$10,000,000

WAREHOUSE FACILITY QUESTIONS (if you are not looking for coverage under this section then please skip):

1. Total number of clients: _____
2. Total monthly purchase volume: _____
3. Projected purchases in the next 12 months: _____

4. Loan Types Purchased:

Conforming Loans: _____%	percentage of these that are piggyback seconds: _____%
Alt-A Loans: _____%	percentage of these that are low or no doc.: _____%
Sub-prime: _____%	Average FICO score of subprime loans: _____%
Option ARMS: _____%	
Average LTV across all loans: _____%	

Percentage of your mortgage bankers sell to their investors on a flow basis: _____%

Percentages of your mortgage bankers sell their loans to their investors on a bulk basis: _____%

What percentage of loans that you fund are re-underwritten? _____%

What percentage of loans that you fund are screened using a fraud detection tool? _____%

5. What computer software system vendor do you use or is it a custom designed proprietary system?

6. Is more emphasis on front-end pre-fund quality control or back end, post-funding quality control?

7. Does your company use a fraud detection service? Yes No
If yes, what firm does your Company use? _____

8. Does your company do any type of appraisal verification on loans prior to funding?
 Yes No

9. Is onsite due diligence performed on new mortgage bankers as part of the approval process?
 Yes No
If yes, please answer the following:

Is this due diligence performed by someone in the credit department, and independent third party or a sales person? _

Is an onsite due diligence performed only when the originator is first signed up, annually or every two years?

10. What is the minimum net worth requirement for a mortgage banker to be approved and how often are financials reviewed?

CONDUIT QUESTIONS: (If you are not looking for a premium indication for a conduit then skip this section)

1. Total number of clients: _____
2. Total volume of Loans purchased per month: _____
3. Total projected purchase volume in 12 months: _____

4. Breakdown of Types of Loans Purchased:

Conforming Loans: _____% percentage of these that are piggyback seconds: _____%
Alt-A Loans: _____% percentage of these that are low or no doc.: _____%
Sub-prime _____% average FICO score of subprime loans: _____%
Option ARMS _____%
Average LTV
across all loans: _____%

Percentage of Loans purchased on a flow basis: _____%

Percentage of Loans purchased on a bulk basis: _____%

5. What computer software system vendor do you use or is it a custom designed proprietary system?

6. Does your company use a fraud detection service? Yes No

If yes, what firm does your Company use? _____

7. What percentage of loans are re-underwritten either prior to or post purchase? _____

8. Is more emphasis put on pre-purchase or post purchase due diligence? _____

9. Does your company do any type of appraisal verification on loans prior to purchasing? Yes No

10. Is onsite due diligence performed on new mortgage bankers as part of the approval process? Yes No

If yes, is this due diligence performed by someone in the credit department, and independent third party or a salesperson?

11. What is the minimum net worth requirement for a mortgage banker to be approved and how often are financials reviewed?

PLEASE BE AWARE THAT COMPLETION OF THIS APPLICATION IS ONLY FOR A ROUGH PREMIUM INDICATION. THE INDICATION PROVIDED IS NOT BINDING. PRIOR TO BEING OFFERED A BINDABLE QUOTE THE APPLICANT MUST GO THROUGH A DUE DILIGENCE BY THE UNDERWRITERS DUE DILIGENCE FIRM AT THE APPLICANTS OWN EXPENSE. IF THE DUE DILIGENCE IS SATISFACTORY AND TERMS ARE OFFERED THAT PRICE WILL BE DEDUCTED FROM THE PREMIUM, HOWEVER IF THE DUE DILIGENCE IS NOT SATISFACTORY THE UNDERWRITERS RESERVE THE RIGHT TO DENY PROVIDING A BINDABLE QUOTATION AND THE DUE DILIGENCE COST IS NOT REFUNDABLE.

Applicant Signature

Date: _____