

Borrower Identification Statement

Federal law provides important protections to active duty members of the Armed Forces and their dependents. To ensure that these protections are provided to eligible applicants, we require you to check and sign one of the following statements, as applicable.

____ I AM a regular or reserve member of the Army, Navy, Marine Corps, Air Force, or Coast Guard, serving on active duty under a call or order that does not specify a period of 30 days or fewer.

Signature

Date

____ I AM a dependent of a member of the Armed Forces on active duty as described above, because I am the member's spouse, the member's child under the age of eighteen (18) years old, or I am an individual for whom the member provided more than one-half of my financial support for 180 days immediately preceding today's date.

Signature

Date

____ I AM NOT a regular or reserve member of the Army, Navy, Marine Corps, Air Force, or Coast Guard, serving on active duty under a call or order that does not specify a period of 30 days or fewer (dependent of such a member)

Signature

Date

Warning: It is important to fill out this form accurately. Knowingly making a false statement on a credit application is a crime.

Refer to other side for additional information regarding Covered Loans, Maximum Annual Percentage Rate and Prohibited Practices.

Covered Loans

- Closed-end credit with a term of 91 days or fewer in which the amount financed does not exceed \$2000 and where the borrower provides a check to the creditor or authorizes debits from the borrower's deposit account;
- Closed-end credit with a term of 181 days or fewer that is secured by the title to a motor vehicle that has been registered in public records and that is owned by the borrower (this does not apply to loans made to purchase the vehicle); and
- Closed-end credit in which the borrower expressly grants the creditor the right to receive the borrower's tax refund either directly or indirectly

Maximum Annual Percentage Rate (APR)

Loans that are covered by this rule are subject to a maximum "military APR" (MAPR) of 36%. The MAPR includes all interest, charges and fees except fees imposed as a result of contingent events (late payments), fees paid to public officials for recordation, fees paid to preparers of tax returns, and taxes

Prohibited Practices

The rule prohibits the following:

- Refinancing or otherwise renewing a loan unless the new transaction results in more favorable terms to the covered borrower
- Requiring a borrower to waive right to legal recourse
- Requiring a borrower to submit to arbitration
- Requiring unreasonable notice from the borrower as a condition for legal action
- Using a check or other access to a bank account to assure repayment (subject to several exceptions)
- Requiring the borrower to establish an allotment
- Imposing prepayment penalties