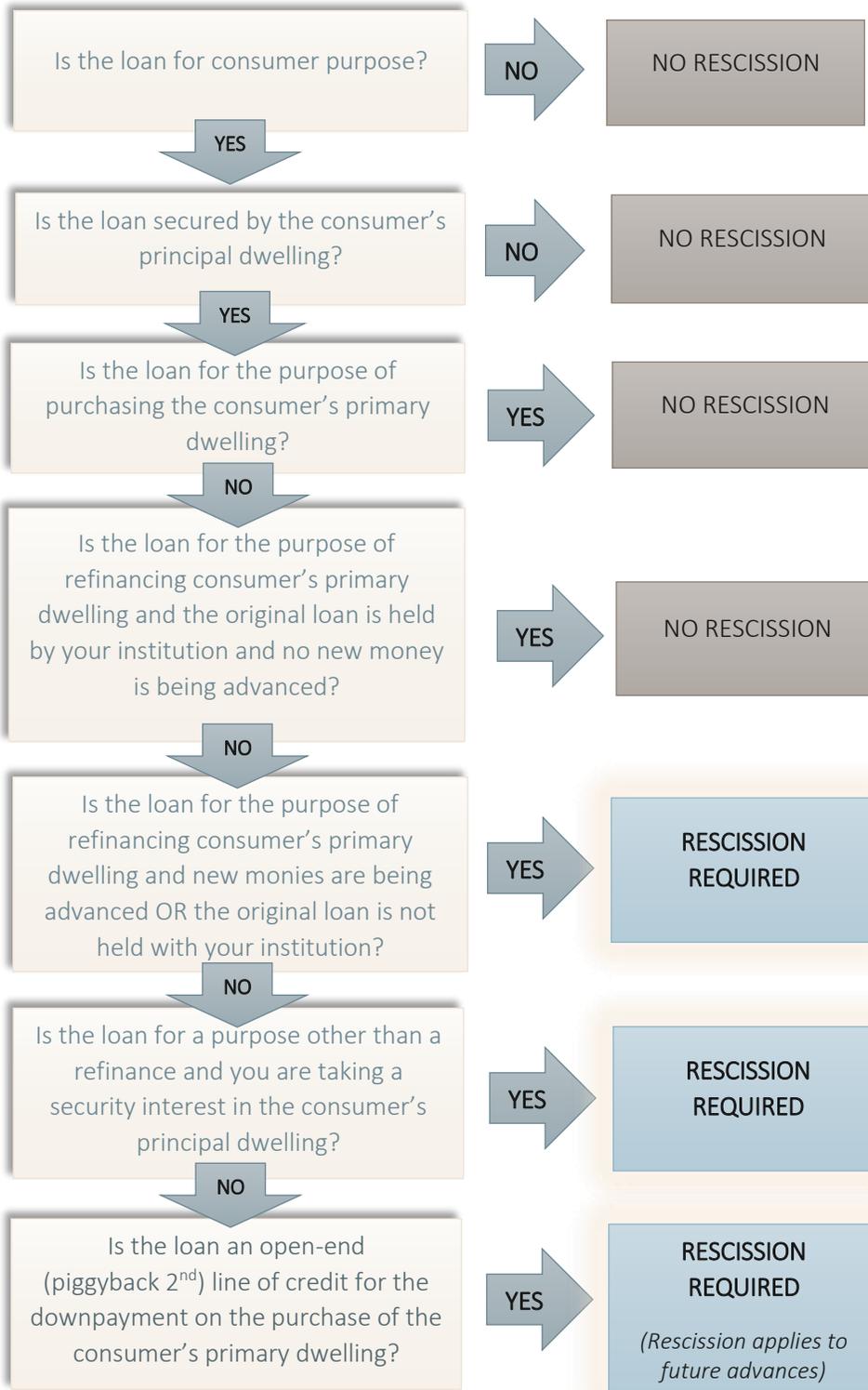




RESCISSION DECISION TREE

Consider the following steps when determining whether a Right of Rescission must be provided.



WHO GETS IT?

The borrower and any co-borrower as well as any non-borrowing spouse (i.e. anyone who has the right to rescind under Reg. Z)

WHEN IS IT PROVIDED?

At consummation

HOW LONG IS THE RESCISSION PERIOD?

3 Business Days

ARE SATURDAYS COUNTED?

Yes

WHEN CAN FUNDS BE DISBURSED?

After the rescission period expires

WHAT FORM SHOULD BE PROVIDED?

Generally, Model Form H-8 should be used unless the transaction is a refinancing with the original creditor.

RESCISSION & PRINCIPAL DWELLINGS

When a consumer is acquiring or constructing a new principal dwelling, any loan subject to Reg. Z and secured by the equity in the consumer's current principal dwelling (e.g. bridge loan) is subject to the Right of Rescission regardless of the purpose of the loan.