

Vesting In a Revocable Trust Procedure

Procedure Date: 7/13/18

Western Bancorp now allows for vesting in a Revocable Trust under the following loan programs:

- All FNMA Loan Programs
- All FHLMC Loan Programs
- All FHA Programs
- Jumbo 2 and 4 Programs

Loans under the following programs will be considered on a case by case exception basis and will be subject to an additional pricing hit if approved for the exception:

- Jumbo 1 & 3 Loan Programs

Loans with the following characteristics are not eligible for vesting in a Trust, regardless of the loan program:

- Texas 50(a)(6) first mortgages
- Any loans in which a Power of Attorney has been or will be used
- Loans with vesting in multiple Trusts
- Vesting in an Irrevocable Trust

Additional guidelines and restrictions apply, please refer to Western Bancorp's Trust Review Checklist for specific eligibility requirements. Western Bancorp requires that all loans vesting in a Revocable Trust meet all criteria outlined on the Trust Review Checklist and be signed by the Western Bancorp Mortgage Loan Underwriter and Mortgage Loan Closer, certifying that all criteria has been met.

Trust Review Checklist Timing and Completion:

The Underwriter Certification portion of the Trust Review Checklist will need to be completed prior to loan documents being drawn to ensure accuracy in vesting and loan documents.

The Closer Certification portion of the Trust Review Checklist will need to be completed prior to loan funding to ensure all of the loan documents were prepared and executed properly for the Trust and state in which the property is located.