

NOTICE OF MORTGAGE SERVICING POLICY

In this Notice the words "we", "us", and "our" mean NBT COMMONWEALTH MORTGAGE CORPORATION. The words "you" and "your" mean each loan applicant.

This disclosure contains policy information about our policy concerning the servicing of mortgage loans.

Although, we are an originator of mortgage loans, we may or may not perform the servicing for every loan we make. Servicing means receiving any schedule periodic payments from a borrower pursuant to the terms of the loan, including escrow amounts, and making payments of principal and interest and such other payments with respect to the amounts received from the borrower as may be required under the terms of the loan. Escrow amounts are amounts credited to an escrow account to assure payment of taxes, insurance premiums, and other charges with respect to the mortgage property.

During 2006, 2007, 2008 we transferred to third parties the servicing of approximately 100 % of all mortgage loans which we made.

For the 12 months period following the date a loan is made, it is estimated that we will transfer approximately 100 % of our mortgage loans to third parties for servicing.

If your loan is approved, it will be subject to the following policy:

- ( ) We will service the loan and will not transfer servicing to a third party.
- ( ) We will transfer servicing to a third party.
- ( ) We may, at any time, transfer servicing to a third party.
- ( X ) We do not service any mortgage loans and will transfer servicing to a third party.

If we transfer your loan to a third party for servicing, we will notify you in advance. This notice will include: (a) the effective date of the transfer; (b) the name, address and telephone number of the transferee servicers; (c) the date on which we will cease accepting payments; (d) the date on which the transferee servicer will begin accepting payments; and (e) information concerning any effect the transfer may have on the terms on any mortgage life, disability or other type of optional insurance you have and what action you must take, if any, to maintain coverage.

If at any time you think your account is in error or if you need more information about the account, write to us if we are servicing your loan, or to the third party servicer (if your servicing has been transferred) as soon as possible. Furnish the following information in your letter:

- \* Your name and account number.
- \* A description of the error and explanation, if you can, of why you believe there is an error.
- \* Details concerning any other information you may want.

Your letter must be acknowledged within 20 days after it is received, unless the error has been corrected by then. Within 60 days after receiving your letter, any error must be corrected, or you will be provided with the requested information, or you will received an explanation of why there is no error or why the requested information cannot be provided.

If your letter relates to a dispute about your payments, no information concerning any overdue payment to a consumer reporting agency will be provided during the 60-day period following receipt of your letter.

Each of the undersigned applicants has read and understands these disclosures, and acknowledged receipt of a copy.

\_\_\_\_\_  
Borrower Date

\_\_\_\_\_  
Co-Borrower Date