

H-4(K) Adjustable-Rate Annual Notice Model Form

Important Interest Rate Notice

Your interest rate changed between *(date period begins)* and *(date period ends)* without changing your payment.

Highest and Lowest Rates: The lowest interest rate this *(period)* was ___% and the highest interest rate was ___%. [This includes a ___% interest rate increase we did not make previously because a rate cap applied.] [We could have increased your interest rate another ___% but did not because a rate cap applied. We can add this to your interest rate when the interest rate adjusts again on *(date)*.]

Maximum Rate: Your rate can not go higher than ___% over the life of the loan.

Loan Balance: Your new loan balance as of *(last date of period)* is \$_____.

[Prepayment Penalty: If you pay off your loan, refinance or sell your home before *(date)* you could pay a penalty of up to \$____.]

If you have trouble paying your mortgage, contact us at *(telephone number)* [or *(email address)*] as soon as possible.

If you would like to talk with a licensed housing counselor, you can find a list of counselors in your area on the *(Web site of the U.S. Department of Housing and Urban Development)*.