

H-4(L) Negative Amortization Monthly Disclosure Model Form

Your Payment Options This Month

Payment Option	This Payment Covers	If you make this payment <i>this</i> month	If you make this payment <i>every</i> month
<input type="checkbox"/> \$____ Full Payment <i>(recommended to reduce loan balance)</i>	All the interest that you owe this month, plus some principal.	Your balance will decrease. You will be closer to having it paid off.	Your balance will steadily decrease and you will pay off your loan on schedule.
<input type="checkbox"/> \$____ Interest-Only Payment	All the interest that you owe this month, but none of the principal.	Your balance will stay the same. You will be no closer to having it paid off.	As early as (<i>date</i>), you will have to make monthly payments much larger than today's "Full Payment" amount.
<input type="checkbox"/> \$____ Minimum Payment	Just part of the interest that you owe this month.	\$____ in unpaid interest will be added to your loan balance this month. You are borrowing more money, and you will be losing equity in your home.	As early as (<i>date</i>), you will have to make payments significantly larger than today's "Full Payment" amount to pay off your loan.