



The Industrial Development Authority of the City of Phoenix, Arizona
The Industrial Development Authority of the County of Maricopa
Legally Enforceable Commitment Letter for HUD Mortgagee Letter #2013-14 and
Mortgagee Letter #2019-06 (FHA Loans Only)

Date: 7/12/2019
To Lender: Demo Correspondent
Subject: HOME IN FIVE SM Advantage Down Payment Assistance Program
Borrower(s): test commitment
Borrower(s):
Property Address: 1 main st City: phoenix
County: Maricopa State: Arizona Zip Code: 44444
Second Loan Amount (\$): \$10,000.00

This letter is to document Program compliance with FHA's requirements applicable to Secondary Financing ("Second Loans"), as outlined in HUD Mortgagee Letter #2013-14 dated May 9, 2013 and HUD Mortgagee Letter #2019-06 dated April 18, 2019. The Industrial Development Authority of the City of Phoenix, Arizona, and The Industrial Development Authority of the County of Maricopa (collectively, the "IDAs") have provided to the Lender a legal opinion from the law firm of Riley Carlock & Applewhite that satisfies HUD Mortgagee Letter #2019-06.

As required by both Mortgagee Letters, the IDAs state that they have, at or before closing, incurred a legally enforceable obligation to provide the Second Loan funds towards all or a portion of the Borrower's Minimum Cash Investment and that the provision of such funds is not contingent upon any future transfer of the First Mortgage Loan. Funds provided towards the Borrower's minimum required investment were funds legally belonging to the IDAs and were provided in the IDAs' governmental capacity in the jurisdiction in which the subject property is located. In addition to retaining this Commitment Letter in your loan file, you must also satisfy FHA insurability requirements for the First Mortgage Loan originated in conjunction with the Program referenced above.

As provided in the Program Guidelines, the above referenced Second Loan Amount will be advanced upon closing by the Lender on behalf of the IDAs for the benefit of the Borrower. The IDAs will provide for the reimbursement of the Second Loan Amount to the originating Lender at the time the First Mortgage Loan is purchased and funded by the IDAs designated Servicer, to whom all First Mortgage Loans may be sold. The above referenced Program Assistance will be evidenced by a Second Promissory Note and secured by a Second Deed of Trust and subordinate lien on the Property with the IDAs as the beneficiary.

The Industrial Development Authority of the City of Phoenix, Arizona

The Industrial Development Authority of the County of Maricopa

By [Signature]
Juan Sargado
Chief Executive Officer

By [Signature]
Shelby L. Scharbach
Executive Director