

SECTION XI - STATE SPECIFIC REQUIREMENTS - CONTINUED

ITEMS MARKED WITH AN "X" ARE REQUIREMENTS FOR YOUR STATE.

FOR TEXAS LOANS ONLY

- Please issue Express Insurance, if, after review of the property survey, your title policy will include any exception(s) in Schedule B for encroachments, lot violations, etc.
- Please issue Deletion of Arbitration Provision as part of the final title policy. Do not sign, record or return this provision as an individual document.
- If the Property is Non-Owner Occupied, prepare and have signed and notarized, a Homestead Designation Affidavit verifying non-homestead of the Property. If borrower is married, obtain spouse's signature as well. Record affidavit and return recorded copy to World Savings.
- If the Property is the borrower's homestead and this is NOT a Texas Equity loan, any proceeds from the loan not used for the refinance must be returned to World Savings and will be applied to the borrower's principal balance.
- If this is a Texas Equity loan, refer to Special Closing Instructions for Texas Equity loans for additional instructions. If you did not receive these instructions, contact us immediately.
- If this is a Texas Equity Loan, ensure that the Voluntary Designation of Homestead verifying homestead of the Property is signed and notarized. If borrower is married, obtain spouse's signature as well. Record designation and return recorded copy to World Savings.
- Prior to recording, please complete the Renewal and Extension section of the Security Instrument, or the Renewal and Extension page marked Exhibit "B", whichever is applicable.

SECTION XII - ADDITIONAL REQUIREMENTS

(X) SPECIAL POWER OF ATTORNEY

If the borrower is granting power of attorney to a person who will act as attorney-in-fact and sign the loan documents, we require a certified copy of the valid Special Power of Attorney which specifically references: (1) the name of the person who will act as attorney-in-fact; (2) the property which is the subject of the loan transaction; (3) the transaction must be identified as a purchase or a refinance*; and (4) the date the Special Power of Attorney was granted, which must be within the previous six months. Variations in the requirements set forth in items 1 through 4, in a Special Power of Attorney, are acceptable only when necessary to comply with state law.

You are instructed to type or legibly print the "Special Power of Attorney" designation on the signature page of the security documents.

* For Texas Equity loans, the Special Power of Attorney must specifically authorize a loan under Section 50(a)(6), Article XVI of the Texas Constitution

- DO NOT DISBURSE ANY FUNDS PRIOR TO THE EXPIRATION OF THE CANCELLATION PERIOD DESCRIBED IN THE ENCLOSED "NOTICE OF RIGHT TO CANCEL."

(X) HUD EARLY CLOSING BONUS CHECKS

When applicable, forward lender's "Early Closing Bonus" check from HUD to World Savings with the closing documents.

PAYOFF OF EXISTING WORLD LOANS

- Payoff loan number _____ will be by separate payoff demand at closing/escrow.
- For questions regarding Payoffs please call: 1-800-642-0257 or Fax 210-509-1121.

PREPAID INTEREST CALCULATION (NOT APPLICABLE TO ELOC)

World calculates prepaid interest from either (a) the date the funds are wired to you, or (b) the scheduled loan settlement (disbursement) date if funds are provided to you by check. If the actual settlement date shown on the certified settlement statement is later than the scheduled settlement date, World may owe the borrower a refund. At World's discretion, any prepaid interest may either be credited to the principal balance of the borrower's loan or refunded directly to the borrower by check. World will not send a refund check to any party other than the borrower. Please close this loan based on the figures shown on page 3 of this document.

SEE NEXT PAGE FOR "SPECIAL INSTRUCTIONS"