



In your best interest.

QUAINT OAK BANK

Our Family of Companies Banking | Real Estate | Mortgage | Insurance

Home Equity Line of Credit Documentation Checklist

Thank you for your interest in Quaint Oak Bank! Below is a list of supporting documentation we will require in order to fully process your loan request. We ask that you review this list carefully. Should you have any questions, please contact the office closest to your location.

All Applicants must provide:

- Valid Government issued Photo ID for all borrowers, applicants, and guarantors
- Two most recent paystubs (no older than 60 days)
- Most recent W2
- Unexpired homeowner's insurance declarations page. (Must contain your agent's contact information)
- Most recent mortgage loan statement reflecting current principal balance
- Most recent paid real estate tax bills, if not escrowed with current mortgage company

All Self Employed Applicants must provide:

- Most recent 2 years signed Federal Tax Returns, including all schedules

All Retired Applicants must provide:

- Copy of Social Security and/or Pension award letters (if not available, most recent bank statement indicating direct deposit of retirement benefits)

Submit completed applications and required documentation by facsimile, email, or postal service to any of our locations:

Delaware Valley Office

501 Knowles Avenue
Southampton, PA 18966
O: 215.364.4059
F: 215.364.4650
info@quaintoak.com

Lehigh Valley Office

1710 Union Boulevard
Allentown, PA 18109
O: 610.351.9960
F: 610.552.0146
info@quaintoak.com

Philadelphia Office

117 Spring Garden Street
Philadelphia, PA 19123
O: 267.857.1777
F: 267.960.6449
info@quaintoak.com

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Member FDIC  Equal Housing Lender
Quaint Oak Bank | NMLS 815841

QuaintOak.com



Home Equity Line of Credit Application

This application is designed to be completed by the applicant(s) with the Lender's assistance. Applicants should complete this form as "Applicant" or "Co-Applicant," as applicable. Co-Applicant information must also be provided when the income or assets of a person other than the Applicant (including Applicant's spouse) will be used as a basis for loan qualification or the income or assets of the Applicant's spouse or other person who has community property rights pursuant to state law will not be used as a basis for loan qualification, but his or her liabilities must be considered because the spouse or other person has community property rights pursuant to applicable law and Applicant resides in a community property state, the security property is located in a community property state, or the Applicant is relying on other property located in a community property state as a basis for repayment of the loan.

If this is an application for joint credit, Applicant and Co-Applicant each agree that we intend to apply for joint credit sign below)

Sign here _____
 Applicant

Sign here _____
 Co-Applicant

Amount Requested: \$ _____

Purpose of loan: _____ Marital Status: Married Separated Unmarried

Please tell us about yourself.
 Name (include Jr., Sr., III if applicable) _____ Date of Birth _____

Social Security Number _____

Address (No. & Street) _____ Apt Number _____

City _____ State _____ Zip _____

Employer's Name, Address & Phone Number _____

Please tell us about yourself.
 Name (include Jr., Sr., III if applicable) _____ Date of Birth _____

Social Security Number _____

Address (No. & Street) _____ Apt Number _____

City _____ State _____ Zip _____

Employer's Name, Address, & Phone Number _____

Gross Annual Income _____ Position/Type of Business _____ Number of Years _____

Primary Phone _____ E-Mail _____
 ()

Gross Annual Income _____ Position/Type of Business _____ Number of Years _____

Primary Phone _____ E-Mail _____
 ()

*Optional: Alimony, child support, or separate maintenance income does not need to be listed if you do not want it considered as a basis for repayment.

Property Address	Estimated Value	1 st Mortgage	Monthly Payment	Balance	Paid To:
	\$	2 nd Mortgage	Monthly Payment	Balance	Paid To:
To begin the process, please send this completed form by email, fax or postal service to the Quaint Oak Bank located near you.		Auto Loan	Monthly Payment	Balance	Paid To:
		Auto Loan	Monthly Payment	Balance	Paid To:
		Credit Cards	Monthly Payment	Balance	Paid To:
		Credit Cards	Monthly Payment	Balance	Paid To:



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Are either of you a co-maker or endorser on a note? Yes No If so _____

Are either of you obligated to pay alimony, child support, or separate maintenance? Yes No If Yes \$ _____

Have either of you ever had any suits, judgments, garnishments, bankruptcy or other legal proceedings against you? Yes No

If yes explain _____

AUTHORIZATION CONDITIONS

I/we hereby certify that the preceding statements are true and correct, and are made for the purposes of obtaining a first or second mortgage home equity loan from Quaint Oak Bank. I/we hereby authorize Quaint Oak Bank to verify or re-verify any information contained in or related to this application at any time, including but not limited to information from a credit reporting agency.

ACKNOWLEDGEMENT AND AGREEMENT

Each of the undersigned specifically represents to Lender and to Lender's actual or potential agents, brokers, processors, attorneys, insurers, servicers, successors and assigns and agrees and acknowledges that: (1) the information provided in this application is true and correct as of the date set forth opposite my signature and that any intentional or negligent misrepresentation of this information contained in this application may result in civil liability, including monetary damages, to any person who may suffer any loss due to the reliance upon any misrepresentation that I have made on this application, and/or in criminal penalties including, but not limited to, fine or imprisonment or both under the provisions of Title 18, United States Code, Sec. 1001, et seq.; (2) the loan requested pursuant to this application (the "Loan") will be secured by a mortgage or deed of trust on the property described herein; (3) the property will not be used for any illegal or prohibited purpose or use; (4) all statements made in this application are made for the purpose of obtaining a residential mortgage loan; (5) the property will be occupied as indicated herein; (6) any owner or servicer of the Loan may verify or re-verify any information contained in the application from any source named in this application, and Lender, its successors or assigns may retain the original and/or electronic record of this application, even if the Loan is not approved; (7) the Lender and its agents, brokers, insurers, servicers, successors and assigns may continuously rely on the information contained in the application, and I am obligated to amend and/or supplement the information provided in this application if any of the material facts that I have represented herein should change prior to closing of the Loan; (8) in the event that my payments on the loan become delinquent, the owner or servicer of the Loan may, in addition to any other rights and remedies that it may have relating to such delinquency, report my name and account information to one or more consumer credit reporting agencies; (9) ownership of the Loan and/or administration of the Loan account may be transferred with such notice as may be required by law; (10) neither Lender nor its agents, brokers, insurers, servicers, successors or assigns has made any representation or warranty, expressed or implied, to me regarding the property or the condition or value of the property; and (11) my transmission of this application as an "electronic record" containing my "electronic signature," as those terms are defined in applicable federal and/or state laws (excluding audio and video recordings), or my facsimile transmission of this application containing a facsimile of my signature, shall be as effective, enforceable and valid as if a paper version of this application were delivered containing my original written signature.

Applicant's Signature	Date	Co-Applicant's Signature	Date
Sign here X		Sign here X	

Name and Address of Interviewer's Employer



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HOME EQUITY APPLICATION DISCLOSURE

Borrower:

Lender:

Quaint Oak Bank
501 Knowles Avenue
Southampton, PA 18966

IMPORTANT TERMS OF OUR HOME EQUITY APPLICATION DISCLOSURE

This disclosure contains important information about our HELOC AUTOMATIC .25% RATE DISCOUNT FOR AUTOMATIC PAYMENT WITHDRAW QOB CHECKING (the "Plan" or the "Credit Line"). You should read it carefully and keep a copy for your records.

AVAILABILITY OF TERMS. All of the terms of the Plan described herein are subject to change. If any of these terms change (other than the ANNUAL PERCENTAGE RATE) and you decide, as a result, not to enter into an agreement with us, you are entitled to a refund of any fees that you paid to us or anyone else in connection with your application.

SECURITY INTEREST. We will take a security interest in your home. You could lose your home if you do not meet the obligations in your agreement with us.

POSSIBLE ACTIONS. Under this Plan, we have the following rights:

Termination and Acceleration. We can terminate the Plan and require you to pay us the entire outstanding balance in one payment, and charge you certain fees, if any of the following happens:

- (a) You commit fraud or make a material misrepresentation at any time in connection with the Plan. This can include, for example, a false statement about your income, assets, liabilities, or any other aspect of your financial condition.
- (b) You do not meet the repayment terms of the Plan.
- (c) Your action or inaction adversely affects the collateral for the Plan or our rights in the collateral. This can include, for example, failure to maintain required insurance, waste or destructive use of the dwelling, failure to pay taxes, death of all persons liable on the account, transfer of title or sale of the dwelling, creation of a senior lien on the dwelling without our permission, foreclosure by the holder of another lien or the use of funds or the dwelling for prohibited purposes.

Suspension or Reduction. In addition to any other rights we may have, we can suspend additional extensions of credit or reduce your credit limit during any period in which any of the following are in effect:

- (a) The value of your dwelling declines significantly below the dwelling's appraised value for purposes of the Plan. This includes, for example, a decline such that the initial difference between the credit limit and the available equity is reduced by fifty percent and may include a smaller decline depending on the individual circumstances.
- (b) We reasonably believe that you will be unable to fulfill your payment obligations under the Plan due to a material change in your financial circumstances.
- (c) You are in default under any material obligation of the Plan. We consider all of your obligations to be material. Categories of material obligations include, but are not limited to, the events described above under Termination and Acceleration, obligations to pay fees and charges, obligations and limitations on the receipt of credit advances, obligations concerning maintenance or use of the dwelling or proceeds, obligations to pay and perform the terms of any other deed of trust, mortgage or lease of the dwelling, obligations to notify us and to provide documents or information to us (such as updated financial information), obligations to comply with applicable laws (such as zoning restrictions).
- (d) We are precluded by government action from imposing the annual percentage rate provided for under the Plan.
- (e) The priority of our security interest is adversely affected by government action to the extent that the value of the security interest is less than 120 percent of the credit limit.
- (f) We have been notified by governmental authority that continued advances may constitute an unsafe and unsound business practice.
- (g) The maximum annual percentage rate under the Plan is reached.

Change in Terms. We may make changes to the terms of the Plan if you agree to the change in writing at that time, if the change will unequivocally benefit you throughout the remainder of the Plan, or if the change is insignificant (such as changes relating to our data processing systems).

Fees and Charges. In order to open and maintain an account, you must pay certain fees and charges.

Lender Fees. The following fees must be paid to us:

Description	Amount	When Charged
NSF Handling Fee:	\$15.00	At the time a payment is returned to us for non-sufficient funds
Stop Payment Fee:	\$25.00	At the time you request a Stop Payment
Overlimit Charge:	\$25.00	At the time your Credit Line balance exceeds your credit limit
Photocopying Charges:	\$15.00 per 1/4 hour	At the time of your request

Late Charge. Your payment will be late if it is not received by us within **16 days after the "Payment Due Date" shown on your periodic statement.** If your payment is late we may charge you 5.000% of the unpaid amount of the payment.

PROPERTY INSURANCE. You must carry insurance on the property that secures the Plan.

MINIMUM PAYMENT REQUIREMENTS. You can obtain advances of credit during the following period: the draw period is the entire term of the plan (the "Draw Period"). Your Regular Payment will equal the amount of your accrued FINANCE CHARGES ("First Payment Stream"). Your payments will be due monthly. Your First Payment Stream will last for the first 36 months. Your "Minimum Payment" will be the Regular Payment, plus any amount past due and all other charges. An increase in the ANNUAL PERCENTAGE RATE may increase the amount of your Regular Payment. The Minimum Payment during the First Payment Stream will not reduce the principal that is outstanding on your Credit Line.

After completion of the First Payment Stream, your Regular Payment will be based on a percentage of your outstanding balance plus all accrued FINANCE CHARGES as shown below ("Second Payment Stream"). Your payments will be due monthly.

HOME EQUITY APPLICATION DISCLOSURE (Continued)

<u>Range of Balances</u>	<u>Number of Months</u>	<u>Regular Payment Calculation</u>
All Balances	144	0.500% of your outstanding balance plus all accrued FINANCE CHARGES

Your "Minimum Payment" will be the Regular Payment, plus any amount past due and all other charges. An increase in the ANNUAL PERCENTAGE RATE may increase the amount of your Regular Payment.

MINIMUM PAYMENT EXAMPLE. If you made only the minimum payment and took no other credit advances, it would take 15 years to pay off a credit advance of \$10,000.00 at an ANNUAL PERCENTAGE RATE of 3.250%. During that period, you would make 36 monthly payments ranging from \$24.93 to \$27.60. Then you would make 143 monthly payments ranging from \$37.65 to \$77.60 and one final payment of \$4,896.61.

TRANSACTION REQUIREMENTS. The following transaction limitations will apply to the use of your Credit Line:

Telephone Request, Overdraft, Request By Mail and In Person Request Limitations. There are no transaction limitations for requesting an advance by telephone, overdrawing a designated deposit account, requesting an advance by mail or requesting an advance in person.

TAX DEDUCTIBILITY. You should consult a tax advisor regarding the deductibility of interest and charges for the Plan.

ADDITIONAL HOME EQUITY PROGRAMS. Please ask us about our other available Home Equity Line of Credit plans.

VARIABLE RATE FEATURE. The Plan has a variable rate feature. The ANNUAL PERCENTAGE RATE (corresponding to the periodic rate), and the minimum payment amount can change as a result. The ANNUAL PERCENTAGE RATE does not include costs other than interest.

THE INDEX. The annual percentage rate is based on the value of an index (referred to in this disclosure as the "Index"). The Index is the southeastern edition of the Wall Street Journal. Information about the Index is available or published in the edition of the Wall Street Journal circulating in southeastern Pennsylvania (the "Prime Rate"). We will use the most recent Index value available to us as of the day the index changes any annual percentage rate adjustment.

ANNUAL PERCENTAGE RATE. To determine the Periodic Rate that will apply to your First Payment Stream, we add a margin to the value of the Index, then divide the value by 365 days. To obtain the ANNUAL PERCENTAGE RATE we multiply the Periodic Rate by the number of days in a year (366 during leap years). This result is the ANNUAL PERCENTAGE RATE for your First Payment Stream. To determine the Periodic Rate that will apply to your Second Payment Stream, we add a margin to the value of the Index, then divide the value by 365 days. To obtain the ANNUAL PERCENTAGE RATE we multiply the Periodic Rate by the number of days in a year (366 during leap years). This result is the ANNUAL PERCENTAGE RATE for your Second Payment Stream. A change in the Index rate generally will result in a change in the ANNUAL PERCENTAGE RATE. The amount that your ANNUAL PERCENTAGE RATE may change also may be affected by the lifetime annual percentage rate limits, as discussed below.

Please ask us for the current Index value, margin and annual percentage rate. After you open a credit line, rate information will be provided on periodic statements that we send you.

PREFERRED VARIABLE RATE. The annual percentage rate under this Plan is a preferred variable rate which is subject to the following rules and provisions:

Description of Event That Would Cause Lender to Increase the ANNUAL PERCENTAGE RATE. The APR disclosed includes a 0.25% discount for maintaining automatic payments from a qualifying Quaint Oak Bank checking account. If you or Quaint Oak Bank terminate the automatic payment feature or close the Quaint Oak Bank checking account, your APR will increase by 0.25% and your monthly payment will increase accordingly.

How the New Rate Will Be Determined. As described above, the ANNUAL PERCENTAGE RATE under this Plan is variable based on the Index value plus a margin. Should the event described above occur, the ANNUAL PERCENTAGE RATE will be increased as follows: The APR disclosed includes a 0.25% discount for maintaining automatic payments from a qualifying Quaint Oak Bank checking account. If you or Quaint Oak Bank terminate the automatic payment feature or close the Quaint Oak Bank checking account, your APR will increase by 0.25% and your monthly payment will increase accordingly.

FREQUENCY OF ANNUAL PERCENTAGE RATE ADJUSTMENTS. Your ANNUAL PERCENTAGE RATE can change daily. There is no limit on the amount by which the annual percentage rate can change during any one year period. However, under no circumstances will your ANNUAL PERCENTAGE RATE exceed 18.000% per annum or, go below 2.500% per annum at any time during the term of the Plan.

MAXIMUM RATE AND PAYMENT EXAMPLE.

Draw Period. If you had an outstanding balance of \$10,000.00, the minimum payment at the maximum ANNUAL PERCENTAGE RATE of 18.000% would be \$152.88. This ANNUAL PERCENTAGE RATE could be reached immediately or prior to the 1st payment.

Repayment Period. If you had an outstanding balance of \$10,000.00, the minimum payment at the maximum ANNUAL PERCENTAGE RATE of 18.000% would be \$202.88. This ANNUAL PERCENTAGE RATE could be reached at the time of the 1st payment during the repayment period.

PREPAYMENT. You may prepay all or any amount owing under the Plan at any time without penalty.

HISTORICAL EXAMPLE. The example below shows how the ANNUAL PERCENTAGE RATE and the minimum payments for a single \$10,000.00 credit advance would have changed based on changes in the Index from 2008 to 2022. The Index values are from the following reference period: 1st Day of January each year. While only one payment per year is shown, payments may have varied during each year. Different outstanding principal balances could result in different payment amounts.

The table assumes that no additional credit advances were taken, that only the minimum payments were made, and that the rate remained constant during the year. It does not necessarily indicate how the Index or your payments would change in the future.

**HOME EQUITY APPLICATION DISCLOSURE
(Continued)**

INDEX TABLE

Year (1st Day of January each year)		Index (Percent)	Margin (1) (Percent)	ANNUAL PERCENTAGE RATE	Monthly Payment (Dollars)
Draw Period	2008.....	7.250...	0.000	7.250	61.58
	2009.....	3.250...	0.000	3.250	27.60
	2010.....	3.250...	0.000	3.250	27.60
<hr style="border-top: 1px dashed black;"/>					
Repayment Period	2011.....	3.250...	0.000	3.250	77.60
	2012.....	3.250...	0.000	3.250	73.07
	2013.....	3.250...	0.000	3.250	68.80
	2014.....	3.250...	0.000	3.250	64.79
	2015.....	3.250...	0.000	3.250	61.01
	2016.....	3.500...	0.000	3.500	59.02
	2017.....	3.750...	0.000	3.750	57.05
	2018.....	4.500...	0.000	4.500	57.91
	2019.....	5.500...	0.000	5.500	59.77
	2020.....	4.750...	0.000	4.750	52.58
	2021.....	3.250...	0.000	3.250	42.53
2022.....	3.250...	0.000	3.250	40.04	

(1) This is a margin we have used recently; your margin may be different.

BORROWER ACKNOWLEDGMENT

The Borrower, after having read the contents of the above disclosure, acknowledges receipt of this Disclosure Statement and further acknowledges that this Disclosure was completed in full prior to its receipt. The Borrower also acknowledges receipt of the handbook entitled "What you should know about Home Equity Lines of Credit".

BORROWER:

X _____ **Date**
Borrower

X _____ **Date**
Borrower