

Bank of America 
Home Loans

New

Attn: Home Retention Division
BAC Home Loans Servicing, LP
100 Beecham Drive Suite 104
Pittsburgh, PA 15205

Notice Date: August 29, 2009
[REDACTED]

Property Address:
[REDACTED]

IMPORTANT MESSAGE ABOUT YOUR LOAN

Dear [REDACTED]

You are eligible¹ for a program which provides a variety of options to help, including:

- Possible 5 year interest rate freeze and/or reduction
- Interest-only payments for a ten (10) year period
- Elimination of the negative amortization feature on your loan (To understand negative amortization; please see the important terms in this document)
- Assistance with past due amounts

In order to take advantage of the options above, you must agree to the enclosed modification agreement and return it to us as indicated below.

The enclosed modification agreement fixes your interest rate at 2.750%, and result in a new monthly payment amount of \$2,417.08.² This rate will take effect on 1st day of October, 2009 and will be fixed for a period of five years. At the end of that period and each year after, your interest rate may increase.

¹ Your eligibility is based upon information you provided to us and may be subject to validation.

² This payment is subject to change if your escrow payment changes.

BAC Home Loans Servicing, LP is a subsidiary of Bank of America, N.A.



RATE CHANGE NOTICE

IMPORTANT MESSAGE ABOUT YOUR LOAN

Your loan is being converted from a Pay Option ARM loan to a Step Rate loan which is effective with your November 1, 2009 payment.

HOW WE CALCULATE YOUR NEW MONTHLY PAYMENT

Step 1: Determine your new interest rate

	<u>Current</u>	<u>New</u>
Loan Index	N/A	N/A*
Margin	N/A	N/A
Total	N/A	N/A
Rounding	N/A	N/A
Actual Rate	6.375%	2.750%

* N/A: The new rate is an agreed to interest rate and is not based on an index and margin.

Step 2: Determine new payment amount

We calculate the new monthly payment amount using the figures below:

New Interest Rate	2.750%
Anticipated Principal Balance ⁴	\$1,054,724.44
Remaining Term as of October 1, 2009	328 months
New Interest payment	\$2,417.08
New Payment Effective	November 1, 2009

If you have an escrow account, this notice does not address any changes to your escrow payment. Please refer to your monthly statement for information regarding your current escrow payment. Furthermore, your interest rate will adjust in accordance with the enclosed modification until it reaches the maximum rate of 6.375%, and this will cause your payment to change as demonstrated in the modification.

⁴ Anticipated Principal Balance is the unpaid principal that you are expected to owe as of the first payment due under the enclosed modification agreement.

BAC Home Loans Servicing, LP is a subsidiary of Bank of America, N.A.

