

**You are approved for a
Principal Reduction Loan Modification.
Call 1.888.325.6432 to learn more.**

Loan Number: [REDACTED]

October 29, 2009

Dear [REDACTED]

As your home loan servicer, we want to help you stay in your home and avoid foreclosure. We recently sent you information about the Home Affordable Modification Program, an initiative announced by the Federal Government to help homeowners who are finding it difficult to make their mortgage payment. Under this program, we will review your current financial situation to determine whether we can help you modify your mortgage.

As an alternative to the Home Affordable Modification Program, we are now pleased to offer you a modification under a separate program. We have already approved you for this new loan modification program that will immediately change your outstanding principal balance and reduce the total amount due. Your participation in this loan modification program will not require that you provide us with any financial documentation. This modification offer involves the following:

- The unpaid principal balance on your loan is \$428,639.30 with a total estimated delinquent amount of \$17,196.39 for a total amount due of \$445,835.69. This offer would reduce this outstanding debt to \$334,377.69.
- Your loan will be brought current by capitalizing past due amounts (we will add all past due amounts into the loan balance) which means you do not need to pay your past due amounts before getting your loan modified.
- Your modified loan will be fully amortizing with a fixed interest rate of 5.500% for the life of your loan which means you will be paying down the principal balance and the interest rate will never increase.
- We will reamortize your loan over a 480-month period, which will result in a remaining balance of \$197,714.69 that will be due at the end of the loan term (known as a balloon payment).
- These changes to your loan term will result in a total monthly payment of \$2,252.33 comprised of principal and interest \$1,724.62 and escrow \$527.71.

There are no fees associated with this modification program. To take advantage of this program, all you need to do is call us and make your first monthly payment at the new payment amount. You must call us no later than November 19, 2009 or this offer will expire and your existing loan terms will remain in effect.

We would like to discuss the differences of each modification program with you to help you decide which program you may prefer. Please call us today at 1.888.325.6432 to learn more about your options under these programs.

You may receive a phone call from one of our representatives to discuss the loan modification programs available to you and answer your questions. However, there is no need to wait for our call. Please call us now.

Sincerely,



Ken Scheller
Senior Vice President
Home Retention Division
BAC Home Loans Servicing, LP