

**APPENDIX J-1: ANNUAL ESCROW ACCOUNT DISCLOSURE STATEMENT —
EXAMPLE**

[Three year cycle, three year display.]

[Servicer's name, address, and toll-free number.]

INITIAL ESCROW ACCOUNT DISCLOSURE STATEMENT

THIS IS AN ESTIMATE OF ACTIVITY IN YOUR ESCROW ACCOUNT DURING THE COMING YEARS
BASED ON PAYMENTS ANTICIPATED TO BE MADE FROM YOUR ACCOUNT.

Month	Payments to Escrow Account	Payments from Escrow Account	Description	Escrow Account Balance
Initial deposit:				\$ 900
January	130	0		1,030
February	130	600	taxes	560
March	130	0		690
April	130	240	insurance	580
May	130	0		710
June	130	0		840
July	130	0		970
August	130	600	taxes	500
September	130	0		630
October	130	0		760
November	130	0		890
December	130	0		1,020
January	130	0		1,150
February	130	600	taxes	680
March	130	360	flood insurance	450
April	130	240	insurance	340
May	130	0		470
June	130	0		600
July	130	0		730
August	130	600	taxes	260
September	130	0		390
October	130	0		520
November	130	0		650
December	130	0		780
January	130	0		910
February	130	600	taxes	440
March	130	0		570
April	130	240	insurance	460
May	130	0		590
June	130	0		720
July	130	0		850
August	130	600	taxes	380
September	130	0		510
October	130	0		640
November	130	0		770
December	130	0		900

(PLEASE KEEP THIS STATEMENT FOR COMPARISON WITH THE ACTUAL ACTIVITY IN YOUR
ACCOUNT AT THE END OF THE ESCROW ACCOUNTING COMPUTATION YEAR.)

Cushion selected by servicer: \$ 260.

YOUR MONTHLY MORTGAGE PAYMENT FOR THE COMING YEAR WILL BE \$ 870 OF WHICH
\$ 740 WILL BE FOR PRINCIPAL AND INTEREST AND \$ 130 WILL GO INTO YOUR
ESCROW ACCOUNT.