

**MISSISSIPPI HOME CORPORATION
P O BOX 23369
JACKSON, MISSISSIPPI 39225-3369**

ASSISTANCE & FEE DISCLOSURE

In order to participate with the Mississippi Home Corporation's (MHC) Mortgage Revenue Bond Program (the "MRB program"), the Borrower (s) are required to pay a NON-REFUNDABLE Reservation fee to access the MRB program. The participating Lender must submit the fee along with additional documentation within three (3) business days from the date of reserving the bond loan with MHC.

SECOND MORTGAGE TAX CONSEQUENCES
READ CAREFULLY BEFORE SIGNING

The Mississippi Home Corporation may be paying certain borrower paid fees and expenses connected with the first mortgage loan. These fees and expenses include, if applicable, the origination fee and a portion of the down payment and additional closing costs associated with your mortgage loan (with the exception of pre-paid items). Although the payment of these fees will reduce your initial financial burden MHC urges you to contact your local tax advisor to determine the appropriate method of treatment of the fees and expenses paid on your behalf and you will receive a 1099 that will reflect your annual mortgage interest paid during the tax year.

The reason for the possible tax consequences is that the payment of the fees and expenses paid by MHC may be viewed by the Internal Revenue Service (IRS) as a "deemed" payment of money from MHC to you, with a corresponding "deemed" payment by you for the fees and expenses that MHC has actually paid in connection with your mortgage loan.

THE MISSISSIPPI HOME CORPORATION DOES NOT, HOWEVER, DISPENSE TAX ADVICE AND ASSUMES NO LIABILITY FOR ANY SUCH TAX CONSEQUENCES. MHC STRONGLY URGES YOU TO CONTACT YOUR LOCAL TAX ADVISOR TO DETERMINE HOW YOU SHOULD TREAT THE FEES AND EXPENSES THAT MHC HAS PAID IN CONNECTION WITH YOUR MORTGAGE LOAN.

I/We, _____ have read and understand the possible tax consequences involved with the second mortgage loan received to pay expenses involved with my/our Mortgage Revenue Bond loan.

Borrower

Date

Co-Borrower

Date