

AFFILIATED BUSINESS ARRANGEMENT DISCLOSURE STATEMENT PENTAGON FEDERAL CREDIT UNION

In connection with the purchase/sale of your property, you may need to obtain certain mortgage financing and/or settlement, title insurance and closing services. This is to give you notice that Pentagon Federal Credit Union (PenFed) recommends and has a business relationship with following companies:

Companies

PenFed Realty, LLC,
d/b/a Berkshire Hathaway HomeServices PenFed Realty,
d/b/a Berkshire Hathaway HomeServices PenFed Realty Texas ("PFR")
PenFed Title, LLC ("PFT")
Members Title LLC, a Maryland LLC ("MTMD")
Members Title LLC, a Texas LLC ("MTTX")
Members Title Company of California, Inc. ("MTC")
Capitol Title Insurance Agency, Inc. ("CTIA")

Settlement Service

Real Estate Brokerage Services

Title Insurance and Closing Services
Title Insurance and Closing Services
Title Insurance and Closing Services
Title Insurance and Closing Services
Title Insurance and Closing Services

PFR, PFT, MTTX, and MTC are wholly owned by PFCU. Further, PFT owns a 50% interest in MTMD. Principals or affiliates of CTIA own a 50% interest in MTMD. PFCU, PFR, PFT, MTTX, MTC do not have any ownership interest in CTIA. Because of the foregoing relationships, the referrals to these entities may provide PFR, PFCU, PFT, MTMD, MTTX, MTC and CTIA, and the principals and affiliates of the foregoing entities, with a financial or other benefit.

Set forth below is the estimated range of charges for the settlement services listed. You are NOT required to use the listed provider as a condition in connection with the purchase of the property you intend to buy. THERE ARE FREQUENTLY OTHER SETTLEMENT SERVICE PROVIDERS AVAILABLE WITH SIMILAR SERVICES. YOU ARE FREE TO SHOP AROUND TO DETERMINE THAT YOU ARE RECEIVING THE BEST SERVICES AND THE BEST RATE FOR THESE SERVICES.

Provider/Settlement Service

PFR/Real Estate Commission
PFT/MTMD/MTTX/MTC title insurance
Lender's Coverage
Owner's Coverage

Charge/Range of Charges

1% to 6% of sales price plus \$295
(Varies by State)
\$0.32 to \$5.70 per thousand of loan amount
\$2.40 to \$6.84 per thousand of sales price

PFT/MTMD/MTTX/MTC/CTIA settlement services:

Settlement fee
Title examination fee
Document Preparation
Recording Services
Photocopies, miscellaneous

Charge/Range of Charges

\$200 - \$825
\$75 - \$400
\$100 - \$375
\$50 - \$200
\$35 - \$ 200

ACKNOWLEDGEMENT

I/we have read this disclosure form, and understand that PenFed is referring me/us to purchase the above described settlement services and may receive a financial or other benefit as the result of this referral.