

LingleLaw
1600 Huguenot Road
Midlothian, Virginia 23113

Telephone (804) 560-0961

Facsimile (804) 272-6944

Real Estate Closing Information Letter

Thank you for choosing LingleLaw to conduct your real estate closing. ***Please complete, sign and return the attached information form by e-mail or fax as soon as possible so that we can get started.*** We will order a title search, title insurance, survey (if requested), and homeowner's insurance. If a mortgage is involved, you should complete the mortgage application process, and we will work with your lender to fulfill their closing requirements. You should have a home inspection done, and you should do a pre-closing walk-through to verify that any repairs or improvements agreed to by the seller(s) have been done, that the major systems of the house are in working order, and that the property is in acceptable condition in accordance with the purchase agreement.

Title insurance: "Title" is legal evidence of ownership and possession. Title insurance provides protection from financial loss due to hidden title defects or human error. Mortgage lenders require a loan policy of title insurance to ensure that they have a valid lien against your property. The premium is based on the mortgage amount. Owner's title insurance protects you, the buyer, up to the value paid for the property. The premium is based on the purchase price. You pay a one-time premium at closing for both forms of coverage. You are not required to purchase owner's title insurance but it is strongly recommended. If available, the Homeowner's Policy of title insurance will be ordered for residential properties, unless you opt for standard coverage. Attached is a comparison between Standard ALTA title insurance and the Homeowner's Policy of title insurance. Please note that the Homeowner's Policy is not available for commercial or investment property, vacant land and most new construction.

You may qualify for a discount rate on title insurance if you provide a copy of the seller's existing owner's title insurance policy that is less than 10 years old. Please contact the seller or your real estate agent to obtain that information. If we do not receive it at the time your information form is returned, we will not be able to apply for the discount.

We use River City Title, LLC to provide title insurance and other title services. T. Andrew Lingle has a 25% ownership interest in River City Title, so a financial benefit will result from this referral. You are not required to use River City Title. You may shop other companies to determine the best services and rates. If you choose another provider, please contact us prior to returning the information form. Otherwise, we will place the title order with River City Title as soon as we receive the information form.

Surveys: A survey plat will generally show the boundary lines, structures, set-backs, and easements affecting the property you are purchasing. Most residential mortgage lenders do not require a new survey, but without a new survey (or a copy of a recent survey along with an affidavit from the current owner), standard title insurance does not provide coverage for disputed boundary lines, encroachments and similar matters. The Homeowners Policy of title insurance does cover some survey matters even without a new survey (see attached comparison form). We will order a new survey only if you indicate that preference on the information form. Surveys are not necessary for condominium purchases.

Unless otherwise agreed in writing, our closing fee is **\$595 if a mortgage is involved or \$450 if you are paying cash**, plus \$50 for ClosingLock secure closing services (if used), and \$35 for each express delivery or courier services. For construction financing, \$75.00 will be charged for each draw, plus title update charges. Additional fees may apply if complications arise during the closing process (contract disputes, repair issues, etc.). All buyers and/or borrowers must attend the closing, except that all-cash closings may be conducted electronically. **Closing funds must be wired.** We will contact you as soon as possible with information on the amount of money you will need to **wire** for closing. Please call our office the day before closing if we have not yet contacted you.

Please note that if this transaction does not close for any reason, you will still be responsible for all costs incurred (title search, title binder, survey, etc.) and all or a portion of the settlement fee, depending upon how much work was done to that date. By signing below, you authorize LingleLaw to deduct all fees and costs incurred from any deposit funds that may be refundable to you. Please note that we will receive private, non-public personal information during the closing process, which may be released to anyone deemed necessary for the closing of this transaction.

Please complete the attached information form, sign where indicated, and return it as soon as possible. If you have any questions, you may contact us by phone at the number listed above, or contact us by email to attorney T. Andrew Lingle (alingle@linglelaw.net) or to real estate paralegal Tiffany Tench (tiffany@linglelaw.net). Please visit our web site at www.linglelaw.net for more information about real estate transactions or to learn more about other legal services we offer. We look forward to working with you on this transaction.

Sincerely,

T. Andrew Lingle

Old Republic Title Company Coverage Comparison of Standard ALTA Owner's Policy and Homeowner's Policy of Title Insurance	Standard ALTA Owner's Policy	Homeowner's Policy of Title Insurance
Title to the property described in the deed being vested other than as stated therein	YES	YES
Any defect in or lien or encumbrance on the title	YES	YES
Unmarketability of the title	YES	YES
Lack of right of access to and from the land	YES	YES
You do not have both actual vehicular and pedestrian access to and from the land based upon a legal	NO	YES
You are forced to correct or remove an existing violation of any covenant, condition or restriction affecting the land	NO*	YES
Your title is lost or taken because of a violation of any covenant, condition or restriction, which occurred before you acquired your title	NO*	YES
You are unable to obtain a building permit; you are required to correct or remove the violation; or someone else has a legal right to, and refuses to perform a contract to purchase the land, lease it or make a mortgage loan on it because of an existing violation of a subdivision law or regulation affecting the land	NO*	YES
You are forced to remove or remedy your existing structures, or any part of them other than boundary walls or fences because any portion was built without obtaining a building permit from the proper government office	NO*	YES+
You are forced to remove or remedy your existing structures, or any part of them because they violate an existing zoning law or zoning regulation	NO*	YES+
You cannot use the land because use as a single-family residence violates an existing zoning law or zoning regulation	NO*	YES
You are forced to remove your existing structures because they encroach onto your neighbor's land	YES	YES+
Someone has a legal right to and refuses to perform a contract to purchase the land, lease it or make a mortgage loan on it because your neighbor's existing structures encroach onto the land	YES	YES
You are forced to remove your existing structures, which encroach onto an easement or over a building set-back line	YES	YES
Your existing structures are damaged because of the exercise of a right to maintain or use any easement affecting the land	YES	YES
Your existing improvements, including lawns, shrubbery or trees, are damaged because of future exercise of right to use the surface of the land for the extraction or development of minerals, water or any other substance	NO	YES
Someone else tries to enforce a discriminatory covenant, condition or restriction that they claim affects your title, which is based upon race, color, religion, sex, handicap, familial status or national origin	NO*	YES
A taxing authority assesses supplemental real estate taxes not previously assessed against the land for any period before the policy date because of construction or a change of ownership or use that occurred before the policy date	NO	YES
Your neighbor builds any structures after the policy date which encroach onto the land	NO	YES
The residence with the address is not located on the land at the policy date	NO	YES
The map, if any, attached to the policy does not show the correct location of the land according to the public records	NO	YES
Automatic increase of 10% per year for the first 5 years up to 150% of original policy amount	NO	YES

* Coverage not provided in the standard ALTA policy UNLESS notice of the covenant, ordinance, statute or regulation is recorded in the public land records.

+ Coverage is subject to a deductible and a liability cap.

Note: All covered risks are subject to policy conditions, exclusions and exceptions

REAL ESTATE CLOSING INFORMATION (Residential)

Address of property being purchased: _____

Expected Closing date: _____

Check here if the property you are purchasing is vacant land (without a house or other structures): _____

Is the property a Condominium? _____ Is there a Property Owners' Association? _____

Buyer #1 name*: _____

*as you want the name to appear on title

SSN: _____ (call if you prefer not to email)

Email: _____

Phone: _____

Buyer #2 name*: _____

*as you want the name to appear on title

SSN: _____ (call if you prefer not to email)

Email: _____

Phone: _____

*If there are more than two buyers, please call to provide additional information.

*If there are two buyers who are not spouses, please explain the relationship (i.e., brother-sister, business partners, etc.)

_____ **Choose ownership below only if there will be two buyers who are not married** (if married, unless you choose alternate ownership, title will be conveyed as **Tenants by the Entirety**, which means that each spouse owns an undivided 50% interest in the entire property. If one spouse dies, his or her interest in the property passes by law immediately to the surviving spouse. Ownership is converted to "Tenants in Common" in the event of a divorce.)*

_____ **JOINT TENANTS WITH SURVIVORSHIP:** Ownership by two or more persons who have an undivided proportionate interest in the property with full rights to the use and enjoyment of the property. If one owner dies, his or her interest in the property passes by law immediately to the surviving owner(s).*

_____ **TENANTS IN COMMON:** Ownership by two or more persons who have an undivided proportionate interest in the property and have full rights to the use and enjoyment of the property. When one owner dies, his or her proportionate interest in the property passes to his or her heirs, and not to the surviving owner(s).*

***Note: these are basic definitions only. Please contact us if you have further questions regarding the appropriate form of ownership.**

Title insurance (*see Title insurance comparison form for additional information*):

Will you provide a copy of the seller's title policy from the seller? _____

Is this your principal residence or second home purchase? _____

The Old Republic Homeowner's Policy (enhanced coverage) is recommended and will be ordered for all qualifying property unless you opt for standard title insurance. Opt for standard title insurance: _____

OPT OUT OF OWNER'S TITLE INSURANCE ENTIRELY: _____*

***Not recommended. A disclosure and waiver of risk must be signed at or before Closing if you opt out of owner's title insurance.**

Mortgage information (skip if you are paying cash):

If you are using Seller financing, please provide the terms: _____

Are you getting a construction loan: _____

Bank name: _____

Approximate Loan Amount: _____

Loan officer name: _____

Phone number: _____

Email: _____

SURVEYS ARE RECOMMENDED. Do you want us to order a survey? _____ (payment in advance may be required)

Hazard insurance: Insurance company name: _____
Company or agent contact: _____
Phone number: _____
Email: _____
Policy Number (if provided): _____

Invoices we should expect:

Termite inspection: _____

Physical inspection: _____

Sewer/well inspection: _____

Warranty: _____

Other: _____

Please note that if this transaction does not close for any reason, you will still be responsible for all costs incurred (title search, title binder, survey, Closing Lock secure closing fee, etc.) and all or a portion of the settlement fee, depending upon how much work was done to that date. By signing below, you authorize LingleLaw to deduct fees and costs from any deposit funds that may be refundable to you.

Please note that we will receive private, non-public personal information during the closing process, which may be released to anyone deemed necessary for the closing of this transaction.

I/We acknowledge receiving and reading the Real Estate Closing Information Letter, and I/we consent to all of the terms and conditions as stated.

Purchaser

Date: _____

Purchaser

Date: _____