

**APPENDIX I-3: ANNUAL ESCROW ACCOUNT DISCLOSURE STATEMENT —
EXAMPLE**

[Account history of pre-rule accounts computed using single-item analysis.]

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

**ANNUAL ESCROW ACCOUNT DISCLOSURE STATEMENT —
ACCOUNT HISTORY**

THIS IS A STATEMENT OF ACTUAL ACTIVITY IN YOUR ESCROW ACCOUNT FROM SEPTEMBER 1993 THROUGH AUGUST 1994. (COMPARE IT TO THE ANNUAL ESCROW ACCOUNT DISCLOSURE STATEMENT — PROJECTIONS FOR COMING YEAR — WHICH WAS SENT TO YOU LAST YEAR ON AUGUST 16 (ANOTHER COPY IS ENCLOSED).)

YOUR MONTHLY MORTGAGE PAYMENT FOR THE PAST YEAR WAS \$ 1,324 OF WHICH \$ 1,124 WAS FOR PRINCIPAL AND INTEREST AND \$ 200 WENT INTO YOUR ESCROW ACCOUNT.

Month	Payments to Escrow Account	Payments from Escrow Account	Description	Escrow Account Balance
Starting balance:				\$1,350
September	200	0		1,550
October	200	680*	taxes	1,070
November	200	600	insurance	670
December	200	0		870
January	200	0		1,070
February	200	0		1,270
March	200	0		1,470
April	200	0		1,670
May	200	0		1,870
June	200	0		2,070
July	200	1,000*	taxes	1,270
August	200	0		1,470

An asterisk (*) indicates a difference from a previous estimate either in the date or the amount.

Last year, we anticipated that payments from your account would be made during this period equaling \$ 2,400. Under Federal law, your lowest monthly balance should not have exceeded \$ 550 unless your mortgage contract or State law specifies a lower amount. Under your mortgage contract, your lowest monthly balance should not have exceeded \$ 550.

Your actual lowest monthly balance was greater than \$ 550. The items with an asterisk on your Account History may explain this. If you want a further explanation, please call our toll-free number.