

FARMER PROGRAM SERVICING ACTION SYSTEM

(INCLUDING DEBT SET ASIDE)

IBM DISPLAYWRITER

TABLE OF CONTENTS

Part 1: Overview of System-----	2
Part 2: Data Preparation Guide - County Office--	4
Part 3: Data Preparation Guide - State Office---	11
Part 4: Operator's Guide-----	13
Displaywriter System Operation	
Movement Between Screens	
Cursor Movement On Screen	
Data Entry	
Special Considerations	

Attachments:

- Blank Data Sheets
- Sample Servicing Action Report (SAR)

FILING INSTRUCTIONS: Following FmHA Instruction 1951-A

PART 1: OVERVIEW OF THE SYSTEM

Using the Displaywriter Servicing Action System the County Supervisor or State Office Farmer Program Staff can quickly determine and evaluate the effect of servicing actions permitted by Farmer Program regulations as outlined in FmHA Instruction 1951-A, Section 1951.41.

Only the current status of the borrower's debt and a projection of the Borrower's "Balance Available" need be input to the system. Loan program data, debt set aside criteria and calculation sequences and restrictions based on Loan Program regulations and policies are built into the system.

The system produces a report showing:

1. A step by step progression of:
 - a. first rescheduling/reamortizing farmer program loans at the lower of existing or regular program interest rates,
 - b. then rescheduling/reamortizing eligible loans at limited resource interest rates,
 - c. then applying assets to reduce indebtedness, and
 - d. then finally, determining debt set aside potential.
2. The detailed loan information for each loan including:
 - a. Principal balance on action effective date.
 - b. Accrued interest on action effective date.
 - c. Total principal and interest.
 - d. Equal annual installments for the rescheduled/reamortized debt (Annual Payments).
 - e. Total typical year debt repayment after each servicing action (Remaining Payments Due).
 - f. Ratio of balance available to payments due after each servicing action.
 - g. New interest rate and term.
3. The estimated equal annual loan installments in the sixth year after set aside for each loan on which set aside was permitted.
4. The amount by which debt payments must be reduced in the typical year to qualify for debt set aside.
5. The total potential set aside.

The County Supervisor may use this system to determine a variety of possible servicing actions based upon various restructuring plans of Non-FmHA debt and changes in the balance available.

Servicing Action Sequence:

Step 1: The system first computes the typical year debt repayment by rescheduling all FmHA loans over the period identified by the County Supervisor. This rescheduling will, therefore, level unequal payment schedules, eliminate deferrals and balloon payments, and will lump all unpaid interest and delinquency with the unpaid principal amounts. The resultant typical year debt will, therefore, be an undistorted representation of the Borrower's typical annual debt.

In carrying out this rescheduling, the amount of the current year's operating loan(s) for payment of annual operating and family living expenses, as identified by the County Supervisor, is deducted from that loan before rescheduling. The accrued interest on the non-rescheduled amount of the current year's operating loan that has been advanced as of the effective date is computed and printed for planning purposes.

Step 2: The system then reschedules loans at the lower of existing note/borrower interest rate or the regular program interest rate. The loans are selected by the system for rescheduling in the order of maximum benefit to the borrower; i.e., the note which has the greatest reduction in interest rate is rescheduled first. The loan having the next greatest interest rate reduction is rescheduled next and so on.

Step 3: The system then reschedules loans at the lower of existing note/borrower interest rate or applicable limited resource interest rate. The loans are again selected in the order of maximum benefit to the borrower as in Step 2.

Step 4: The system then pays off part of the indebtedness with the proceeds from the sale of non-essential assets (if identified by the County Supervisor) and then recomputes the loan payment based on a rescheduling of the remaining principal and interest at the lowest interest rates established in previous steps. The loans are selected by the system in order of decreasing interest rates.

Step 5: The system then computes the amount of debt set aside needed to meet established cash flow criteria. The total set aside is limited by the amounts specified in FmHA Instruction 1951.41. The loans are selected by the system in order of decreasing interest rate. Loans which are not eligible for set aside as identified by the County Supervisor are not considered in this step.

Step 6: If the borrower is still not able to meet the established cash flow criteria, the system computes the amount of annual debt payment reduction needed for the Borrower to be eligible for the potential set aside computed by the system. This information will be useful in negotiating with other creditors for voluntary debt adjustment.

Other Features

1. Password Protected Loan Program Parameters

The system will permit revision, deletions and additions to loan program and Debt Set Aside program parameters directly by the operator without reprogramming the system.

- a. Loan programs may be added.
- b. Loan programs may be deleted.
- c. Regular program interest rates may be revised.
- d. Limited resource interest rates may be revised.
- e. Debt set aside limitations may be revised.

2. Verification of data

The system verifies data on entry to minimize possibility of incorrect servicing actions or debt set aside.

PART 2: DATA PREPARATION GUIDE - COUNTY OFFICE

DATA SHEET 1

ITEM 1: Borrower Case Number

This is the borrower's case number. It includes

- a. The State Code (2 digits)
- b. The County Code (a zero followed by 2 digit County Office Code)
- c. The Borrower's ID (a zero followed by 9 Digits, usually the social security #). If the Borrower's ID is less than 9 digits, add zeros on the left of the number so that the ID is 9 digits long excluding the leading zero shown on the data sheet. Blanks are not permitted. (e.g. "1234567" is entered as "001234567").

ITEM 2: Borrower's Name

This is the Borrower's name and any other identification information you wish to include. Keep the name and identification data to less than 30 characters.

ITEM 3: Effective Date for Rescheduling and Set Aside

This is the date, Month-Day-Year (e.g. 8-5-85, or 7-15-85) for which the set aside or rescheduling of loans is to be effective. The system assumes that all servicing actions will take place as of this date.

ITEM 4: Balance Available (Typical Year)

This is the amount of funds which will be available to repay debts and taxes in the years during the set aside period. It is line 16 of Table J of the Farm and Home Plan. For borrowers using the Coordinated Financial Statement for Agriculture (CFSA) it is the sum of lines 16, 52 and 54 less the total of lines 36 thru 45 and line 47.

IMPORTANT

All debt set aside calculations must be done using a 12 month plan which is a representation of the borrower's income, expenses, debt repayment and use of assets throughout the five year set aside period. The plan must be prepared prior to taking any action required by FmHA Instruction 1951-A, Section 1951.41 (d). This 12 month representative plan may not necessarily reflect any specific year during or after the set aside period. In most cases, this representative plan will not be appropriate for annual planning or analysis purposes. The purpose for developing the representative plan is to determine a borrower's eligibility for special debt set aside.

Item 5: Non-FmHA Debt Repayment, Non-FmHA Annual Operating Loan and Taxes

It is necessary to include in the calculations the total non-FmHA debt payments (principal & interest) and taxes (income and social security) to be repaid in the 12 month representative plan. Make certain you include

all the borrower's responsibilities, but be careful not to duplicate the amount of non-FmHA financed annual operating expenses. If new non-FmHA loans will be made in the current planning year, the annual debt repayment for the new non-FmHA loans should also be included in this item.

This item includes, but is not limited to:

- a. Annual payments (principal and interest) on non-FmHA
 - 1) Real estate loans
 - 2) Chattel loans
 - 3) Open accounts
 - 4) Unsecured debts
 - 5) Personal loans, credit cards, etc.
- b. Non-FmHA annual operating expenses (principal and interest),
- c. Income taxes, and
- d. Social Security taxes.

****IMPORTANT****

If the non-FmHA debt payments are not equal amortized installments over the five year debt set aside period, the County Supervisor must estimate the borrower's representative annual payments. These estimates must be based on the individual borrower's operation, including the history of using non-FmHA credit. THE COUNTY SUPERVISOR'S DETERMINATION OF THE NON-FmHA DEBT REPAYMENT FOR THE 12 MONTH REPRESENTATIVE PLAN MUST BE WELL DOCUMENTED.

ITEM 6: FmHA Annual Operating Loan Amount (Principal)

This is the total amount (principal only) of the FmHA annual operating loan(s) (expenses that recur each year such as fertilizer, chemicals, fuel, etc.) in the representative plan. It does not include interest. The system computes interest based on the estimated average number of months this loan will be outstanding (See Item 7) and the interest rate for annual operating loans (Fund Code 44). This loan amount is added to the other debt payments to estimate the typical year debt repayment.

ITEM 7: Average Months Outstanding (FmHA Annual Operating Loan)

This is the average number of months the FmHA annual operating loan will be outstanding. It may be estimated or calculated from the projected advance and payment schedule for the loan as shown in the following example.

(1)	(2)	(3)	(4)	(5)
Loan Advance	Loan Payment (Principal)	Loan Balance	Number of Months	(Col 3) X (Col 4)
10,000		10,000	3	30,000
	5,000	5,000	2	10,000
15,000		20,000	4	80,000
	20,000	0		
Totals 25,000	25,000	35,000		120,000

Average Months Outstanding = (Col 5)/(Col 3) = 120,000/35,000 = 3.4 Months

Annual Operating Loan Amount = \$25,000

Interest expense for the annual operating loan is calculated automatically by the system at both regular program and limited resource interest rates. The system computes interest payments by multiplying together the annual operating loan (25,000), the average months outstanding (3.4) and the current regular program (or limited resource) interest rate.

ITEM 8: FmHA New Loans/Scheduled Advances in Current Planning Year

This item includes information on FmHA loans or advances that will be made ON or AFTER the effective rescheduling/set aside date (See Item 3) in the current planning year. Do not enter loans made PRIOR to the set aside date. They should be entered in DATA SHEET 2.

Any loan or advance for both annual operating expenses and other authorized operating loan purposes must be shown on separate lines of Item 8 to assure that the term is associated with the proper loan amount.

Do not skip a line when entering information in this item. The system interprets a blank line as the last line of data. Therefore, any loans or advances entered below the skipped line will be ignored by the system.

Loans with multiple advances are handled as follows:

- a. Fully advanced PRIOR to the effective date -- enter on a single line on DATA SHEET 2.
- b. Partially advanced PRIOR to the effective date -- enter the information on those advances made or scheduled PRIOR to the effective date on DATA SHEET 2, and the advances scheduled ON or AFTER the effective date on DATA SHEET 1.

The annual operating expense portion of the annual operating loan made or scheduled to be made AFTER the effective set aside date or advances for annual operating expenses made AFTER the effective date on loans that existed ON the effective date do not need to be entered in Item 8, but may be entered for informational purposes. The information entered will have no impact on the set aside calculation. The impact of loans for annual operating expenses on total debt repayment is taken into account by the system from the information given in Item 6 (Annual Operating Loan) and Item 7 (Average Months Outstanding).

Annual operating loans made ON the set aside date, however, must be entered in Item 8 so that the system can properly add this indebtedness for the purpose of computing the 25% of FmHA indebtedness limit on the set aside. The portion of the annual operating loan for other than annual operating purposes is used in determining the typical year repayment.

Annual operating loans for other than annual operating expenses made AFTER the set aside date must be entered in Item 8 for the system to properly calculate typical year repayment.

When entering a loan, portion of a loan, or advance for annual operating expenses be sure to code this entry with an "OL" in column 5 (TERM).

COLUMN 1: Loan will be made ON or AFTER Action Date

Each loan or advance must be coded in the first column to identify whether the loan is made ON (enter "O") or AFTER (enter "A") the effective set aside date. Loans or advances made ON the set aside effective date are included in the total FmHA indebtedness for the purpose of computing the 25% limitation on debt set aside. Loans made AFTER the set aside date (except annual operating expenses) are included in the total debt repayment for the typical planning year.

COLUMN 2: Amount

This is the amount of the loan or scheduled advance.

COLUMN 3: Fund Code

This is the fund code for the type of advance or loan. A 2 digit fund code must be entered in this column.

COLUMN 4: Interest Rate

The interest rate entered is the regular (non-limited resource) program interest rate. Equal annual payments (except annual operating expenses) are computed by the system for each loan and advance and included in the typical year debt repayment. The system automatically recomputes the annual payment at limited resource interest rates (if applicable) depending on the fund code given for each loan or advance. The system will not accept a zero interest rate.

COLUMN 5: Term

The loan term is normally the longest term (years) permitted under program regulations. If an interest only payment is to be made in the first year then the maximum permitted term may need to be reduced by one year. If the loan or advance is for annual operating expenses (i.e. as opposed to other authorized purposes) then it is identified by entering "OL" in the TERM column of the data entry sheet. This lets the system know that the loan or advance is for annual operating expenses and, therefore, should not be included in calculating the typical annual debt repayment since this has already been computed from the information given in Item 6 (FmHA Annual Operating Loan) and Item 7 (Average Months Outstanding).

DATA SHEET 2

This data sheet contains information on loans and advances made PRIOR to the set aside date and which are on record in the Finance Office.

Loans or advances made ON or AFTER the set aside date should NOT be entered in this data sheet. These loans (principal only) should be entered in ITEM 8 of DATA SHEET 1.

COLUMN 1: Fund Code

This is the loan fund code. A 2 digit fund code must be entered in this column. The system contains a data base which relates regular program interest rates and limited resource interest rates to the fund code entered in this column. If the entered fund code is not in the data base then rescheduling is done only at the existing note interest rate (Column 10) for the term specified in Column 5. Only Farmer Program fund codes are in the data base. Fund codes for old Farmer Program loans are in the data base if these loans may be rescheduled using existing loan program authorization.

COLUMN 2: Loan Number

This is the loan number which has been assigned by the Finance Office. It must be a 2 digit code. Number '1' is entered as "01".

COLUMN 3: Loan ID

This is an identification code which tells the system which interest rates are applicable for the fund code entered in Column 1. Since all fund codes except fund codes 29 (Economic Emergency) and 43 (Emergency Loans) have a unique regular program interest rate, the only fund codes which require a Loan ID are fund codes 29 and 43. The system will ignore the Loan ID for other fund codes, therefore, the Loan ID data column may be skipped if the Fund Code is not 29 or 43.

<u>Fund Code</u>	<u>Loan ID</u>	<u>Description</u>
29	OP	Operating Purpose
29	RE	Real Estate Purpose
43	MA	Major Adjustment Purpose A
43	MB	Major Adjustment Purpose B
43	AP	Annual Production
43	LL	Loss Loan less than or equal to \$100,000
43	LH	Loss Loan greater than \$100,000

Emergency Loss Loans have two subcategories of interest rates; make certain you enter the appropriate Loan ID. It is necessary to identify these loans to the system by a special loan ID in order that the system reschedules the loans at the appropriate interest rates. In rescheduling loans the system always uses the lower of the existing note/borrower interest rate or the regular program interest rate. Therefore, loss loans which had previously been made at say 3% interest will be rescheduled at 3% interest even though the new loan principal (New Principal = Old Principal + Accrued Interest) may exceed \$100,000.

COLUMN 4: Loan Eligible for Set Aside (Yes/No)

Each loan must be classified either eligible for set aside (Yes) or ineligible for set aside (No). The classification does not affect rescheduling actions. Farmer Program loans made after September 18, 1984, are not eligible for set aside. Refer to FmHA Instruction 1951-A, Section 1951.41 for further information on which loans are eligible for set aside.

COLUMN 5: Remaining or Rescheduled Loan Term

This is the number of years for which loans will be "rescheduled" or "reamortized". Refer to FmHA Instruction 1951-A, Sections 1951.33 and 1951.40. The term will be the maximum permitted by program regulations and is not contingent upon the borrower having adequate security.

For those loans which are not eligible at this time for rescheduling, such as some housing loans, the term entered in this column should represent the remaining term of the note. The system will compute an "effective" equal installment payment for these notes which will represent the typical annual debt repayment over the remaining term of the loan. This equal payment will normally be somewhat greater than the actual loan payment because it will lump unpaid interest in with the remaining principal before rescheduling. It is, however, a better representation of typical annual debt for the purpose of computing the set aside because it accounts for any delinquency that may be present for that loan.

****IMPORTANT****

For the purpose of determining eligibility, an undistorted representation of the borrower's debt must be prepared. This is done by rescheduling/reamortizing each loan over the specified term to obtain equal annual installments. The system automatically does this and these payments are shown on the printout.

However, after eligibility is established, the borrower and the County Supervisor may determine that equal annual installments would not be appropriate for all loans. A loan payment schedule consisting of unequal, deferred or balloon payments may then be developed on any loan which has not been set aside in whole or in part. This should be limited to special cases or exceptional circumstances and the reasons for the action must be documented. The borrower must be agreeable to any decision not to use equal amortized installments.

COLUMN 6: Portion (if any) Annual Operating Expenses

If a portion of the current year's annual operating loan was for annual operating expenses, the amount of the remaining unpaid principal balance associated with those expenses should be reported in this column. If all of the remaining unpaid principal balance for this loan is for annual operating expenses, then enter "ALL" in the column. If none of the loan is for annual operating expenses, then skip this column or enter the number 0. Any amount entered in this column will not be rescheduled. If the entire loan is to be rescheduled enter 0 or leave blank.

COLUMN 7: Non-Essential Assets

This is the amount of payment which is assumed to be made ON the effective set aside date. The source of funds for the assumed payment may be savings, sale of stored crops, sale of a non-essential asset, etc. For the purpose of the set aside calculation, the amount entered here is the amount which could be applied regardless of whether or not it is applied on or prior to the effective set aside date. If the loan is to be paid in full, then enter "ALL" in the column and the system will calculate the required payment. If you question whether the borrower has sufficient Non-Essential Assets to pay the loan in full, enter the amount of Non-Essential Assets available for payment. If there are no Non-Essential Assets, skip this column or enter the number 0. See FmHA Instruction 1951.41 for further information on how the sale of non-essential assets affects the debt set aside calculation.

LIMITATION: Current system capacity is 17 loans per borrower.

PART 3: DATA PREPARATION GUIDE - STATE OFFICE

DATA SHEET 1

Data Sheet 1 is completed entirely by the County Office or State Office Farmer Program Loan Division.

DATA SHEET 2

COLUMNS 1 - 7:

These columns are completed by the County Office or State Office Farmer Program Loan Division

COLUMNS 8 - 11 :

The information for these columns is obtained from inquiry into the Finance Office ADPS System.

Screen A1 contains all the information required for these columns.

<u>COLUMN NUMBER</u>	<u>TITLE</u>	<u>INQUIRY SCREEN MNEMONICS</u>
8	Principal Balance	QUPR
9	Accrued Interest	QUIN
10	Interest Rate	INR1
11	Accrual Date	ACDT

COLUMN 8: Principal Balance

This is the unpaid principal balance of the loan as of the accrual date.

COLUMN 9: Accrued Interest

This is the unpaid accrued interest on the loan as of the accrual date.

COLUMN 10: Existing Interest Rate

The interest rate must be entered as a percent in decimals. The system will not accept a zero interest rate or fractions.

COLUMN 11: Accrual Date

The Accrual Date is entered as Month Day Year (e.g. 5-19-85, 6-1-85).

In most instances the accrual date will be the effective date.

Alternatively, the accrual date may be any date prior to the effective date. The system will automatically accrue interest through the effective date. Therefore, if the effective date is moved ahead, it will not be necessary to reenter the status of the loans provided there will not be any loan activity between the original effective date and the new effective date.

If there is activity on any loan between the accrual date and the effective date the system will not be able to properly compute the FmHA indebtedness as of the effective date. In these instances the status of the loan on which there had been activity must be revised before calculation of the set aside.

It is not necessary that the accrual date be the same for each loan. For example, if there is activity on one loan between the accrual date and the effective date only the status and accrual date of that loan must be revised.

The system will not permit an accrual date occurring after the effective date.

PART 4: OPERATOR'S GUIDE

General Instructions for Operation of the
DISPLAYWRITER SERVICING ACTION SYSTEM

STEP 1: Turn on Displaywriter and Printer.

STEP 2: Insert Diskette "SET" in Left Disk Drive.

STEP 3: Insert Diskette "DATA" in Right Disk Drive

The Operating system will load automatically and an OPTION MENU will be displayed on the screen.

Follow the instructions on the screen to choose an Option.

STEP 4: Choose Option [A]: "REQUEST Printer"

This option will assign the printer to the workstation. While the printer is assigned to your workstation other workstations may not access the printer.

The OPTION MENU will display again when the printer is available.

STEP 5: The remaining Options shown on the screen may be selected in any order. A brief description of each Option follows:

Option [B]: "Begin/Return to Servicing Action Operations"

This is the system in which all data entry for Servicing Action Operations takes place. Computations and printing on an individual borrower basis may be performed here. The Servicing Action System takes about one minute to load into the computer. Once the Servicing Action System is loaded the Title Screen will display. Simply type your State Code and follow the instructions at the bottom of the screen. They are self explanatory. CAUTION: If you select this option when the printer is not assigned to your workstation, you can not compute or print servicing actions.

Option [C]: "List/Print Borrower Information in Data Base"

This option provides additional menus that allow the operator to list the borrowers or print the Servicing Action reports for the borrowers on a DATA diskette with limited operator attention. The activity may involve only those borrowers from a single county, a multi-county range or all borrowers in the data base. Since an operation may involve hundreds of borrowers and require hours to complete, an escape window (message flashing on the screen) has been provided during the program execution sequence. Pressing the 'Q' key during this window will stop the current program and return to the current menu. Remember the printer must have been assigned to your workstation before this option will print. Verify that adequate paper is available before starting to print a large number of Servicing Action reports. Check all Servicing Action reports to ensure the calculations were completed properly before mailing to County Offices.

Option [D]: "Copy a Diskette"

This option permits you to copy the System Diskette "SET" or to copy the Data Diskette "DATA". When you enter this option the "Syscopy" utility program will begin execution. You will be prompted by the screen for the steps to copy a diskette. Follow those instructions and, if necessary, refer to Chapters 5 & 6 of the Operators Reference Guide.

- Notes:
1. The left diskette Drive is referred to as "Device 4". The right diskette drive is referred to as "Device 5".
 2. Diskette "SET" is a Type 2D System Diskette
 3. Diskette "DATA" is a Type 2D P-System Diskette
 4. Use the default characteristics. You may change diskette names.

Option [E]: "Recover the DATA Diskette"

It may become necessary to re-index the DATA diskette if the program is interrupted during operation or an unnatural exit is performed. This problem becomes apparent when you receive a "File Not Found" message or the Servicing Action System (Option [B]) or the Listing Option (Option [C]) will not execute. Recreating the index on the diskette will not destroy the data.

The DATA diskette to be recovered must be in the Right Disk Drive.

After you select this option you will notice that data and several menus will automatically flash across the screen. The recovery operation will take several minutes. It is not necessary that you take any action during the recovery process. When the recovery is completed the Option Menu will again display on the screen and you can select another Option.

Option [F]: "Revise Loan Program Data"

This Option is Password protected. The password will be provided to authorized personnel if it is necessary to revise the interest rates for any of the various Farmer Program Loan Programs. The Debt set aside limitation criteria may also be revised using this option.

Option [G]: "RELEASE Printer"

This Option is used to release the printer to other workstations. The printer will be automatically released from your workstation when your workstation is turned off.

References: IBM Displaywriter, USCD P-System Operator Reference Guide

DATA ENTRY AND MOVEMENT BETWEEN SCREENS

Instructions for data entry and movement from screen to screen are contained on the bottom of each screen. In general the following convention is followed.

<u>KEY COMBINATION</u>	<u>EFFECT</u>
[ENTER]	This will enter the data shown in the highlighted areas of the screen. As indicated by the instruction line, the system will move to the next screen or prepare the data entry line for new input.
[CODE] [1]	This will delete the record corresponding to the identification data shown in the highlighted area. The record will be deleted from the screen and the data base.
[CODE] [5]	This will enter the data shown in the highlighted area of the screen and return the system to the previous menu.
[CODE] [9]	This will exit the current screen without updating any data and return to the previous menu.

The [CODE] key is located to the left of the [SPACE BAR]. When initiating any simultaneous key entry using the [CODE] key and another key it is recommended that the [CODE] key be held down first and then the other key pressed once.

MOVEMENT BETWEEN AND WITHIN HIGHLIGHTED FIELDS

The affect of using the following keys for movement between and within fields is described below:

<u>KEY</u>	<u>EFFECT</u>
[RETURN]	Moves the cursor to the next field. When the cursor reaches the last field, the next field entered by the cursor is the first field. Pressing [RETURN] when there is data in the field will not erase the data.
[↑]	Moves the cursor back one field. Does not erase data.
[↓]	Moves the cursor forward one field. Does not erase data.
[→]	Moves the cursor one character to the <u>right</u> in the highlighted field. When the end of the highlighted field is reached the cursor moves to the first position of the next field. Does not erase data.
[←]	Moves the cursor one character to the <u>left</u> in the highlighted field. When the beginning of the highlighted field is reached the cursor moves to the last position of the previous field. Does not erase data.
[TAB]	Similar to the [RETURN] key except that tabbing over data <u>will</u> erase the data.
[BACKSPACE]	Moves the cursor one character to the <u>left</u> in the highlighted field. When the beginning of the highlighted field is reached the cursor moves to the last position of the previous field. Erases character to the left of the cursor.

DATA ENTRY

1. Data may be typed in the highlighted fields shown on the screen. Data may not be entered past the end of the highlighted area. Attempting to type in more characters than permitted by the field will also result in a warning "beep".

2. In most data entry sequences, the typed in data is checked for consistency and appropriateness for the particular item. When an error is detected by the system in any of the data entry fields, the cause of the error is displayed on the bottom of the screen. The system will also "beep" twice as a warning. Data entry in these instances is aborted by the system.

To correct the situation you may:

- A. "Escape" by pressing [CODE] [9] to return to the previous menu or,
- B. Correct the data field as directed by the message at the bottom of the screen.

3. Data may be typed continuously from the data entry sheets without waiting for the data checking and verification to be completed. There is sufficient key entry buffer for the system to catch up no matter how fast data is keyed in. If the system does detect a data error it will stop data entry at the point of error, "beep" and display a question mark (?) next to the problem data. It is only necessary to correct the indicated entry and then proceed with data entry at the point the error was detected.

4. Each "DATA" diskette will hold the loan information for 500 borrowers.

5. Always exit the program through the "EXIT" choice in the program menu. Terminating the program by any other manner does not close the files and may cause the loss of data.

6. If you begin servicing actions before requesting the printer, the program output will not print. To correct the problem you must "EXIT" the program and choose OPTION [A] from the main menu.

SPECIAL CONSIDERATIONS

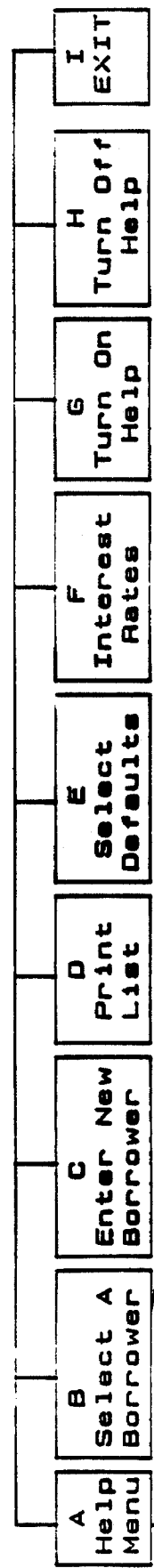
1. When the system displays the DATA SHEET 2 screen the operator has the option of:

- a. Entering an accrual date which will be the default accrual date in column 11 for each new loan entered in the data base. or,
- b. Entering an accrual date for each loan as the loan data is entered. This option is available even if a default accrual date is selected by typing over the default accrual date in column 11.

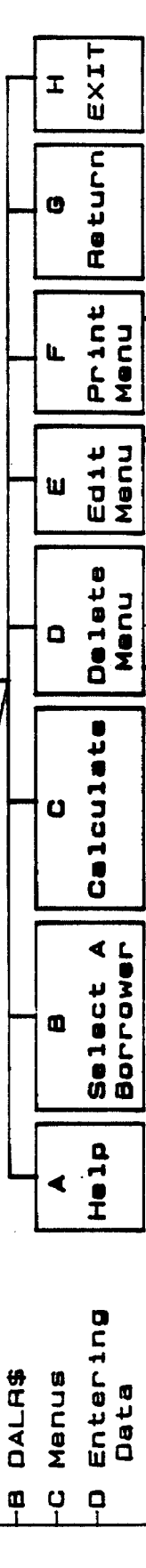
The operator may skip the default option by not typing in any information in the default accrual date.

DEBT AND LOAN RESTRUCTURING \$YSTEM

SYSTEM MENU



BORROWER OPTION MENU



- A System Menu
- B DALR\$
- C Menus
- D Entering Data
- E Keystrokes
- F Terminology
- G Messages
- H Limitations
- I Suggestions
- J Special Cases
- K Outside Sources
- L Return

- A Help
- B Delete all
- C Delete Exist. Loans
- D Delete Reports
- E Return

- A Help
- B Reports
- C Borrower Info
- D Return

- A Help
- B Borrower I.D.
- C Basic Info
- D New Loans
- E Existing Loans
- F Add Exist. Loans
- G Return

Farmers Home Administration: Farmer Programs DEBT AND LOAN RESTRUCTURING SYSTEM (DALR*): Version 3.0: Jan 1988 Page 1

Servicing Action Report: try1 Feb 25, 1988

Borrower's Name: Sample_John_Q.

Borrower ID: 41-095-0234123456

Effective Date for Servicing Actions (MM/DD/YYYY): 2 25 1988

Deferral Period: 5 Years

	1st Year	After Deferral Period (Year 6)
Balance Available:	28346	34561
Non-FmHA Debt Repayment, Non-FmHA Financed An Oper Expn,Tax:	11624	8340
FmHA Loan Amount for Annual Operating Expense only:	11922	8200
Avg Months FmHA Annual Oper Expense Loan is Outstanding:	6.6	8.0

New FmHA Loans/Scheduled Advances (Does Not Include Annual Operating Expenses)

Affects Cash Flow	Amount	Fund Code	Interest Rate (%)	Term	1st Year Payment	Payment After Deferral Period (Year 6)
1st Yr	6000	44	9	7	1193	1193
TOTAL:					1193	1193

FMHA LOAN INFORMATION AND RELATED DATA (Input Data)

FUND CODE	LOAN NUM	LOAN TYPE	ORIGINAL NOTE RATE (%)	PERFORM SERVICE ACTIONS	ELIGIBLE FOR DEFERRAL	NEW RESCHED OR REMAINING LOAN TERM	PRINCIPAL BALANCE	PORTION CURRENT YR ANNUAL OPER EXPENSES	PROPOSED DEBT REDUCTION	ACCRUED INTEREST	EXISTING INTEREST RATE (%)	ACCRUAL DTE (MM DD YY)	PAYMENT 1st YEAR	PAYMENT AFTER DEFERRAL PERIOD
41	02	FO	13.500	D	Y	33	89422.65	0.00	0	11401.63	8.500	1 1 88	15720	
29	04	RE	13.500	D	Y	28	36895.48	0.00	4000	2120.49	11.500	2 1 88	4743	
46	03	NA	12.000	N	N	25	18920.71	0.00	0	167.95	12.000	1 25 88	2460	2460
44	07	OL	6.000	D	Y	15	16921.50	4921.50	0	27.82	6.000	1 25 88	8141	
43	05	LR	5.000	Y	Y	16	10965.20	0.00	0	821.36	5.000	1 25 88	698	

1st YEAR FmHA DEBT PROFILE

STATUS ON: 02/25/88

FUND CODE	LOAN NUM	LOAN TYPE	PRINCIPAL (LONG TERM DEBT)	INTEREST ACCRUAL ON LNG TRM DEBT	PRIN+INTER ON LNG TRM DEBT	PRIN+INTER FOR ANNUAL OP EXPENSES	EXISTING INTEREST RATE	NEW REMING/ RESCHD TERM	1st YEAR PAYMENT FmHA LONG TERM DEBT
41	02	FO	89422.65	12546.98	101969.63	0.00	8.500	33	15720
29	04	RE	36895.48	2399.48	39294.96	0.00	11.500	28	4743
46	03	NA	18920.71	360.79	19281.50	0.00	12.000	25	2460
44	07	OL	12000.00	80.68	12080.68	4954.67	6.000	15	2936
43	05	LR	10965.20	867.93	11833.13	0.00	5.000	16	698
TOTAL:									26557

CASH FLOW SUMMARY PRIOR TO SERVICING ACTIONS 1st Year

Balance Available:	28346
Non-FmHA Debt Repymt, Non-FmHA Financed An Oper Expnse, Tax:	11624
FmHA Loan for Annual Operating Expenses:	11922
Interest Payment on FmHA Loan for Annual Operating Expenses:	590
Payments on New Loans/Advances:	1193
Payments on FmHA Long Term Debt Prior to Servicing Actions:	26557
Total Payments Due:	51886
Ratio of Balance Available to Total Payments Due:	0.546
Cash Flow:	-23540

RESCHEDULING : REAMORTIZING LOAN AT LOWER OF ORIGINAL NOTE OR REGULAR LOAN PROGRAM INTEREST RATES Page 3

FUND LOAN CODE NUM	NOTE	RESCHDULED PRIN+INTR	NEW INTEREST RATE	TERM	1st YR ANNUAL PAYMENT	1st YR REMAINING PYMTS DUE	1st YR RATIO BAL AVAIL TO PAYMENTS DUE	1st YEAR CASH FLOW
29	04	39294.96	9.500	28	4053	51196	0.554	-22850
44	07	12080.88	6.000	15	1244	49504	0.573	-21158
41	02	101969.63	9.500	33	10198	43982	0.644	-15636

RESCHEDULING : REAMORTIZING LOAN WITH LIMITED RESOURCE INTEREST RATES

FUND LOAN CODE NUM	NOTE	RESCHDULED PRIN+INTR	NEW INTEREST RATE	TERM	1st YR ANNUAL PAYMENT	1st YR REMAINING PYMTS DUE	1st YR RATIO BAL AVAIL TO PAYMENTS DUE	1st YEAR CASH FLOW
41	02	101969.63	5.000	33	6374	39843	0.711	-11497

	PAYMENT 1st YEAR	CASH FLOW 1st YEAR
Interest Pymt Annual Oper Expenses: Ltd Resource Rate	393	-15439
New Loans/Advances: Pymts @ Ltd Resource Rates	1075	-15321

ASSETS APPLIED TO PAYMENT OF OUTSTANDING FmHA DEBT

FUND LOAN CODE NUM	NOTE	RESCHDULED PRIN+INTER	INTEREST RATE	TERM	ASSETS APPLIED TO LOAN	1st YR ANNUAL PAYMENT	1st YR REMAINING PYMTS DUE	1st YR RATIO BAL AVAIL TO PAYMENTS DUE	CASH FLOW 1st YEAR
29	04	35294.96	9.500	28	4000.00	3640	39430	0.719	-11084

NOTES

- *****
- (1) Annual Operating Expenses included in this loan have been subtracted from the original principal and accrued interest to avoid rescheduling the annual operating expenses. Refer to the current operating expenses (1st YEAR FmHA DEBT PROFILE) for the Annual Operating Expenses (P&I) outstanding as of the Serving Action date.
 - (4) The existing interest rate for this loan is less than the interest rate used to reschedule/reamortize this loan.

CASH FLOW SUMMARY PRIOR TO DEFERRALS		1st Year	Year 6
Balance Available:		28346	34561
Non-FmHA Debt Rcpymt, Non-FmHA Financed An Oper Expnse, Tax:		11624	8340
FmHA Loan for Annual Operating Expenses:		11922	8200
Interest Payment on FmHA Loan for Annual Operating Expenses:		393	328
Payments on New Loans/Advances:		1075	1075
Payments on FmHA Long Term Debt Prior to Deferrals:		14416	11956
Total Payments Due:		39430	32359
Ratio of Balance Available to Total Payments Due:		0.719	1.068
Cash Flow:		-11084	2202

Page 4

LOAN DEFERRAL AND OTHER UNEQUAL PAYMENT SCHEDULES

The following servicing actions utilize Deferrals (Def) or Unequal Payment Schedules (UnEq). Equal payments are made for periods 1 thru 5. Equal payments are also made for period 6 to the end of loan term.

FUND CODE	LOAN NUM	NOTE	RESCHEDULED PRINCIPAL ON EF DATE	PRINCIPAL @ END OF DEFERL PER	ACCRUED INT DURING DEFERL PER	INTEREST RATE	TERM	PAYMENT PERIODS		1st YR RATIO BAL AVAIL TO PAYMENTS DUE	CASH FLOW AFTER DEFRL PER	
								1 - 5	6 - END		1st YEAR	(YEAR 6)
41	02	Def	101969.63	101969.63	24738.11	5.000	33	0	7729	0.858	-4710	847
29	04	Def	35294.96	35294.96	16269.04	9.500	28	0	4536	0.964	-1070	-49
43	05	Def	11833.13	11833.13	2583.67	4.500	16	0	1623	0.987	-372	-974
44	07	UnEq	12080.88	11116.01	0.00	6.000	15	872	1511	1.000	0	-1241

Loans are printed for information only. See the General Summary on Servicing Actions for further information.

GENERAL SUMMARY ON SERVICING ACTIONS

Page 5

Based on the information provided, the borrower does not cash flow with deferrals in the year after the 5 Deferral Period.

If Borrower can increase cash flow in the Year after the 5 Deferral Period by \$ 1241 then Servicing Actions could be recomputed to achieve a positive cash flow in the year after the Deferral Period.

Financial Status	TOTAL DEBT REPAYMENTS		CASH FLOW		BAL AVAIL/DEBT REPYMT	
	1st YEAR	After Deferral Period	1st YEAR	After Deferral Period	1st YEAR	After Deferral Period
Before Servicing Actions	51886	44782	-23540	-10221	0.546	0.772
After Servicing Actions	29346	35802	-0	-1241	1.000	0.965
Change	-23540	-8980				

FmHA SERVICING ACTIONS

A positive cash flow has not been achieved after the 5 year Deferral period. Please consult FmHA regulations.

The following servicing actions taken by the system are printed for information only.

RESCHEDULED: PRIN+INTER

LOAN TYPE	DESCRIPTION OF SERVICING ACTIONS: SEE NOTES	RESCHEDULED			ANNUAL OP EXPENSE	PAYMENT PERIODS 1 TO 5	PAYMENT PERIODS 6 TO TRM END	PORTION DEFERRED INTEREST
		PRIN+INTR	INTEREST	TRM				
41-02	FO REAMORT @ LTD RES RATE,DEFERRAL	101969.63	5.000	33	0	0	7729	884
29-04	RE REAMORT @ REG PRGM RATE,ASSETS,DEFERRAL	35294.96	9.500	28	0	0	4536	708
46-03	NA No Servicing Actions for this Loan	---	---	---	---	---	---	---
44-07	DL AOE,RESCHD @ ORIG INT RATE,UNEQ SCHED	17035.55	6.000	15	5208	872	1511	N/A
43-05	LR REAMORT @ REG PRGM RATE,DEFERRAL	11833.13	4.500	16	0	0	1623	235

****NOTES****

- ASSETS: Non-Essential Assets have been used to reduce long term FmHA indebtedness. The system assumes that the proceeds have been applied on the action effective date. If the proceeds are applied at any other time then the payments and interest accrual must be recalculated.
- AOE: This loan contains in whole or in part the current years Annual Operating Expenses. (AOE) The payment shown for the annual operating expenses includes interest accrual to Jan 1. The 1st year payment for the new note is the AOE plus the indicated 1st year payment for the rescheduled portion of the FmHA Debt. Refer to '1st YEAR FmHA DEBT PROFILE on the 2nd page for the outstanding Principal and Interest of the Annual Operating Expenses as of the action effective date.
- UNEQ SCHED: This indicates that the loan has an Unequal Payment Schedule. If interest accrued during the 'deferral' period this could require a substantial balloon payment at the end of term.

***** POTENTIAL ALTERNATIVE ACTIONS *****

Page 6

Based upon the data entered for this calculation, there are no Servicing Actions which will yield a positive cash flow for Sample_John_Q..

However, there are alternatives which should be considered:

Softwood Timber (ST) Loans

- a) You should consider this borrow for softwood timber loans as set forth in section 1955.46 of FmHA Instruction 1951-A. Be sure to file this report in position 3 of the cassette to meet the documentation requirements of Section 1951.46(2)i. *1955 A?*
- b) You may recalculate the serving actions considering use of ST Loans using this system. See the automation supplement for guidance. *1955*

Debt Adjustment

The borrower may wish to attempt adjustment of other creditors debt as set forth in FmHA Instruction 1903-A.

If annual payments of other creditors can be reduced by 1241 in year 6, then you may use the Servicing Action System to recompute servicing actions to obtain a positive cash flow in year 6.

Annual Production Loan

The borrower may be considered for an annual production loan in accordance with FmHA Instruction 1941-A, Section 1941.14.

If the borrower receives such a loan, the table below provides a projection of interest accrual on the borrower's existing FmHA debt, assuming no payments are made to FmHA other than repayment of annual production loans and repayment of any existing current year loan for annual operating expenses. Also, the table does not reflect any FmHA debt reduction which may be shown under Assets Applied to Payment of Outstanding Debt, (Page 3) Interest accrual is not shown for set aside loans. The interest on these loans will begin to accrue at the note rate in effect after the end of the set aside period.

INTEREST ACCRUED ON EXISTING FmHA LONG TERM DEBT

FUND CODE	LOAN NUM	LOAN TYPE	PRINCIPAL (LONG TERM DEBT)	TO EFFECTIVE DATE 02/25/88	ONE YEAR AFTER EFFECTIVE DATE	TWO YEARS AFTER EFFECTIVE DATE	THREE YEARS AFTER EFFECTIVE DATE
41	02	FO	89423	12547	20148	27749	35350
29	04	RE	36895	2399	6642	10885	15128
46	03	NA	18921	361	2631	4901	7171
44	07	OL	12000	81	801	1521	2241
43	05	LR	10965	868	1416	1964	2512
Total:			168204	16256	31638	47020	62402
Total FmHA Debt:				184460	199842	215224	230606

FARMERS HOME ADMINISTRATION: FARMER PROGRAM SERVICING ACTION SYSTEM: Version 3.0: Jan 1988

Page 1

Servicing Action Report: ST Jan 29, 1988

Borrower's Name: Sample_John_Q.

Borrower ID: 41-065-0243857686

Effective Date for Servicing Actions (MM/DD/YYYY): 6 28 1988

Deferral Period: 5 Years

	1st Year	After Deferral Period (Year 6)
	=====	=====
Balance Available:	39682	44970
Non-FmHA Debt Repayment, Non-FmHA Financed An Oper Expn,Tax:	14600	11850
FmHA Loan Amount for Annual Operating Expense only:	14000	16000
Avg Months FmHA Annual Oper Expense Loan is Outstanding:	8.0	8.0

New FmHA Loans/Scheduled Advances (Does Not Include Annual Operating Expenses)

Affects Cash Flow	Amount	Fund Code	Interest Rate (%)	Term	1st Year Payment	Payment After Deferral Period (Year 6)
=====	=====	=====	=====	=====	=====	=====
1st Yr	6000	44	9	7	1193	1193
					=====	=====
TOTAL:					1193	1193

FmHA LOAN INFORMATION AND RELATED DATA (Input Data)

FUND CODE	LOAN NUM	LOAN TYPE	ORIGINAL NOTE RATE (%)	PERFORM SERVICE ACTIONS	ELIGIBLE FOR DEFERRAL	NEW RESCHED OR REMAINING LOAN TERM	PRINCIPAL BALANCE	PORTION CURRENT YR ANNUAL OPER EXPENSES	PROPOSED DEBT REDUCTION	ACCRUED INTEREST	EXISTING INTEREST RATE (%)	ACCRUAL (MM DD YY)	DTE	PAYMENT 1st YEAR	PAYMENT AFTER DEFERRAL PERIOD
=====	=====	=====	=====	=====	=====	=====	=====	=====	=====	=====	=====	=====	=====	=====	=====
29	07	RE	12.500	Y	Y	34	12322.45	0.00	8183	156.34	10.750	4 5 88		1367	
41	02	FD	5.000	Y	Y	25	137817.66	0.00	ALL	9590.34	10.750	4 5 88		23574	
43	04	LR	5.000	Y	Y	31	8712.15	0.00	0	1217.85	5.000	4 5 88		2650	
43	06	LO	5.000	Y	Y	15	6784.95	0.00	0	1085.05	5.000	4 5 88		3155	
44	01	OL	10.250	Y	Y	15	8392.26	0.00	5000	1867.74	10.250	4 5 88		3728	
44	03	OL	11.500	Y	Y	15	2368.00	0.00	0	1487.00	10.250	4 5 88		1533	
44	08	OL	7.500	Y	Y	15	5169.38	1169.38	0	330.62	7.500	4 5 88		1756	
46	05	NA	10.250	N	N	28	25125.67	0.00	0	1200.45	10.250	4 5 88		4068	2712

1st YEAR FmHA DEBT PROFILE

Page 2

STATUS ON: 6/28/88

FUND CODE	LOAN NUM	LOAN TYPE	PRINCIPAL (LONG TERM DEBT)	INTEREST ACCRUAL ON LNG TRM DEBT	PRIN+INTER ON LNG TRM DEBT	PRIN+INTER FOR ANNUAL OP EXPENSES	EXISTING INTEREST RATE	NEW REMING/ RESCHD TERM	1st YEAR PAYMENT FmHA LONG TERM DEBT
41	02	FO	137817.66	12999.91	150817.57	0.00	10.750	25	23574
29	07	RE	12322.45	461.19	12783.64	0.00	10.750	34	1367
46	05	NA	25125.67	1793.14	26918.81	0.00	10.250	28	4068
44	03	OL	2368.00	1542.86	3910.86	0.00	10.250	15	1533
44	01	OL	8392.26	2065.70	10457.96	0.00	10.250	15	3728
44	08	OL	4000.00	324.87	4324.87	1264.36	7.500	15	1616
43	06	LO	6784.95	1163.12	7948.07	0.00	5.000	15	3155
43	04	LR	8712.15	1318.10	10030.25	0.00	5.000	31	2650
TOTAL:									41691

CASH FLOW SUMMARY PRIOR TO SERVICING ACTIONS 1st Year

Balance Available:	39682
Non-FmHA Debt Repymt, Non-FmHA Financed An Oper Expnse, Tax:	14600
FmHA Loan for Annual Operating Expenses:	14000
Interest Payment on FmHA Loan for Annual Operating Expenses:	887
Payments on New Loans/Advances:	1193
Payments on FmHA Long Term Debt Prior to Servicing Actions:	41691
Total Payments Due:	72371
Ratio of Balance Available to Total Payments Due:	0.548
Cash Flow:	-32689

RESCHEDULING : REAMORTIZING LOAN AT LOWER OF ORIGINAL NOTE OR REGULAR LOAN PROGRAM INTEREST RATES Page 3

FUND CODE	LOAN NUM	NOTE	RESCHEDULED PRIN+INTR	NEW INTEREST RATE	TERM	1st YR ANNUAL PAYMENT	1st YR REMAINING PYMTS DUE	1st YR RATIO BAL AVAIL TO PAYMENTS DUE	1st YEAR CASH FLOW
41	02		150817.57	5.00	25	10703	59500	0.667	-19818
44	03		3910.86	9.50	15	500	58467	0.679	-18785
44	01		10457.96	9.50	15	1337	56076	0.708	-16394
29	07		12783.64	10.00	34	1331	56040	0.708	-16558
43	06		7948.07	4.50	15	741	53626	0.740	-13944
43	04		10030.25	4.50	31	607	51583	0.769	-11901
44	08	1	4324.87	7.50	15	490	50457	0.786	-10775

RESCHEDULING : REAMORTIZING LOAN WITH LIMITED RESOURCE INTEREST RATES

Interest Pymt	Annual Oper Expenses	Ltd Resource Rate	PAYMENT 1st YEAR	CASH FLOW 1st YEAR
			607	-10495
New Loans/Advances:	Pymts @ Ltd Resource Rates		1095	-10397

FUND CODE	LOAN NUM	NOTE	RESCHEDULED PRIN+INTR	NEW INTEREST RATE	TERM	1st YR ANNUAL PAYMENT	1st YR REMAINING PYMTS DUE	1st YR RATIO BAL AVAIL TO PAYMENTS DUE	1st YEAR CASH FLOW
44	03		3910.86	6.50	15	416	49995	0.794	-10313
44	01		10457.96	6.50	15	1113	49771	0.797	-10089
44	08	1	4324.87	6.50	15	460	49741	0.798	-10059

ASSETS APPLIED TO PAYMENT OF OUTSTANDING FmHA DEBT

FUND CODE	LOAN NUM	NOTE	RESCHEDULED PRIN+INTER	INTEREST RATE	TERM	ASSETS APPLIED TO LOAN	1st YR ANNUAL PAYMENT	1st YR REMAINING PYMTS DUE	1st YR RATIO BAL AVAIL TO PAYMENTS DUE	CASH FLOW 1st YEAR
29	07		4600.64	10.000	34	8183.00	479	48889	0.812	-9207
44	01		5457.96	6.500	15	5000.00	581	48357	0.821	-8675
41	02	3	0.00	5.000	25	150817.57	0	37654	1.054	2028

NOTES

- (1) Annual Operating Expenses included in this loan have been subtracted from the original principal and accrued interest to avoid rescheduling the annual operating expenses. Refer to the current operating expenses (1st YEAR FmHA DEBT PROFILE) for the Annual Operating Expenses (P&I) outstanding as of the Serving Action date.
- (3) The amount shown under 'ASSETS APPLIED TO LOAN' is the payment required to pay the loan in full. If the borrower does not have sufficient funds to make this payment, then enter the amount of Non-Essential Assets which are available for payment on this loan and recompute the Servicing Actions.

GENERAL SUMMARY ON SERVICING ACTIONS

Page 5

The following Servicing Actions have created a positive cash flow in the 1st year.

Financial Status	TOTAL DEBT REPAYMENTS		CASH FLOW		BAL AVAIL/DEBT REPYMT	
	1st YEAR	After Deferral Period	1st YEAR	After Deferral Period	1st YEAR	After Deferral Period
Before Servicing Actions	72371	Not App	-32689	Not App	0.548	Not App
After Servicing Actions	37654	Not App	2028	Not App	1.054	Not App
Change	-34717					

FmHA SERVICING ACTIONS

RESCHEDULED: PRIN+INTER

LOAN TYPE	DESCRIPTION OF SERVICING ACTIONS: SEE NOTES	RESCHEDULED			PAYMENT			PORTION DEFERRED INTEREST
		PRIN+INTR EFF DATE	INTEREST RATE	TRM	ANNUAL OP EXPENSE	PAYMENT PERIODS 1 TO 5	PAYMENT PERIODS 6 TO TRM END	
29-07	RE REAMORT @ REG PRGM RATE,ASSETS	4600.64	10.000	34	0	479	479	N/A
41-02	FD REAMORT @ ORIG INT RATE,ASSETS	0.00	5.000	25	0	0	0	N/A
43-04	LR REAMORT @ REG PRGM RATE	10030.25	4.500	31	0	607	607	N/A
43-06	LO RESCHD @ REG PRGM RATE	7948.07	4.500	15	0	741	741	N/A
44-01	OL RESCHD @ LTD RES RATE,ASSETS	5457.96	6.500	15	0	581	581	N/A
44-03	OL RESCHD @ LTD RES RATE	3910.86	6.500	15	0	416	416	N/A
44-08	OL AOE,RESCHD @ LTD RES RATE	5589.23	6.500	15	1307	460	460	N/A
46-05	NA No Servicing Actions for this Loan	---	---	--	---	---	---	---

****NOTES****

ASSETS: Non-Essential Assets have been used to reduce long term FmHA indebtedness.

The system assumes that the proceeds have been applied on the action effective date.
If the proceeds are applied at any other time then the payments and interest accrual must be recalculated.

AOE: This loan contains in whole or in part the current years Annual Operating Expenses. (AOE)
The payment shown for the annual operating expenses includes interest accrual to Jan 1.
The 1st year payment for the new note is the AOE plus the indicated 1st year payment for the rescheduled portion of the FmHA Debt.

Refer to '1st YEAR FmHA DEBT PROFILE on the 2nd page for the outstanding Principal and Interest of the Annual Operating Expenses as of the action effective date.

UNEQ SCHED: This indicates that the loan has an Unequal Payment Schedule. If interest accrued during the 'deferral' period this could require a substantial balloon payment at the end of term.