

September 17, 2001

Re: Request for Standard Title Company Approval of Minor Deficiencies In Title Policies

Dear Ms. :

In response to your letter of August 21, 2001 which was received on September 10, 2001, the undersigned is pleased to confirm that none of the following (singularly or in combination) would provide cause for a title insurance policy issued by our Offices or Agents to be invalidated:

- Missing or incorrect designation of the street type (i.e.: Lane, Drive, Avenue, Street or Court) referenced in a Short-Form policy insuring the Deed of Trust or Mortgage
- Missing Schedule B on a short form Policy. *If a Schedule B is missing, we will still honor the policy without this page. (With the understanding that Alamo Title Insurance may produce Schedule B and have any and all exceptions shown thereon to be applicable in the administration of any claim.)*
- Borrower=s name is missing or incorrect.
- Name of insured is missing or incorrect. *(With the understanding that Alamo Title Insurance may verify the name of the Insured from its title files in the administration of any claim.)*
- Missing countersignatures on the policy, endorsement or jacket.
- Missing jacket. If a jacket is missing, we will still honor the policy without the jacket. *(With the understanding the all of the Terms and Conditions of the policy jacket will still be in effect and will be applicable in the administration of any claim.)*
- An Addendum is missing from a Short Form Title Policy. *If an addendum is missing, we will still honor the policy without this page. (With the understanding that Alamo Title Insurance may produce any such addendum and have the matters shown thereon applicable in the administration of any claim.)*
- Missing pages from Long Form Title Policy. *(With the understanding that Alamo Title Insurance may produce any missing Schedule A and/or B and/or any missing endorsements and have them applicable in the administration of any claim.)*
- Date of policy is missing or incorrect. *(With the understanding that Alamo Title Insurance may verify the correct date from its title files in the administration of any claim.)*

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- Date of the Deed of Trust/Mortgage is incorrectly referenced.
- A difference between the mortgage amount on the Deed of Trust or Mortgage and the Title Policy, as long as the unpaid principal balance on the loan is lower than the mortgage amount on the Title Policy.
- Amount of Insurance is missing or incorrect if loan amount is stated correctly. (With the understanding that in the administration of any claim, Alamo Title Insurance may produce from its files the original amount of insurance which will be applicable.)

PLEASE BE ADVISED THAT AS OF THE PRESENT TIME, ALAMO TITLE INSURANCE IS LICENSED IN TEXAS AND NEW MEXICO. TITLE INSURANCE FORMS IN BOTH OF THOSE STATES ARE PROMULGATED BY THE DEPARTMENT OF INSURANCE AND AT THIS TIME NEITHER STATE HAS APPROVED THE SHORT FORM POLICY. WE ARE HOPING THAT THIS FORM WILL BE APPROVED IN THE NEAR FUTURE.

I am pleased to provide you with the above affirmative response, which applies to all title policies issued, regardless of the name of the insured. If you have any questions or need additional information, please do not hesitate to contact me.

Very truly yours,

ALAMO TITLE INSURANCE

J. Earle Norris
Vice President
Senior Underwriting Counsel

JEN:sb

cc: Stan Keeton
Jeff Dondanville
Gary Finnell