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Press Release

FOR IMMEDIATE RELEASE

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1st Reverse Financial Services Releases Details on Enhanced Proprietary Loan Product Reverse Mortgage Programs

Westmont, Illinois – 1st Reverse Financial Services, LLC (1st Reverse), a subsidiary of Family Federal Savings of Illinois, announces enhancements to the Fixed4Life-XL™ and FLEX-XL™ Proprietary Product Loan programs and the HECM Pathway program exclusively available through 1st Reverse's Wholesale Correspondent Lending Program.

The Fixed4Life-XL™ is a Fixed Rate expanded "jumbo" Reverse Mortgage, and the FLEX-XL™ is the Adjustable Rate Libor based version. Both of these Proprietary Product Loan programs are available for homes valued from \$100M up to \$20MM, and each can now be used for home purchases or to refinance a second home. These features and other program options combined with a truly aggressive compensation program for approved 1st Reverse Correspondents has created a high level of interest in the market.

"We believe that our Proprietary Loan Product programs represent the next wave of innovation in the reverse mortgage marketplace" said Ralph Rosynek, President of 1st Reverse. "Since we released the enhancements to the programs, we are finding many seniors with higher valued homes can now truly experience the full power of a reverse mortgage loan."

Generally, 1st Reverse will pay the routine closing costs and fees associated with a reverse mortgage loan with the borrower only paying an origination fee (and any specific state or municipal taxes, costs or fees), on the Fixed4Life XL™ program. Additionally, there is no servicing set-aside calculation. These enhancements effectively increase the available proceeds for the borrower while lessening their initial outstanding loan balance. The FLEX-XL™ ARM version does require the borrower to pay the full direct closing costs and origination fees.

One additional enhancement which is sure to catch the attention of many new or existing participants in the reverse mortgage market is the fact that FHA credentials are NOT required to offer the Proprietary Loan Product programs. "Many of our approved HECM-advisor partners are very excited to have new products that can serve a different customer profile and creates a significantly greater origination fee than is possible under the HECM-advisor program" said David Cesario, Executive Vice-President of 1st Reverse. "We are being contacted in ever growing numbers by non-FHA approved banks, brokers other lenders seeking our Proprietary Loan Product programs."

"The HECM Pathway™ is a traditional FHA insured home equity conversion mortgage which has been enhanced to include a Libor option which through options and features produces additional principal limit for those situations where the borrower(s) are short funds to close. Many times a senior is unable to access the benefits of a HECM reverse mortgage due to costs, fees and payoffs exceeding available funds – the HECM Pathway™ is a 'village' effort to provide senior's with the greatest ability to remain in their homes" said Rosynek.

1st Reverse offers a detailed training program and marketing resources designed to assist the various levels of Correspondents to offer all of its products in a cost-efficient and timely manner. Regularly scheduled training session dates and times are listed on the company's website at www.1stReverse.com/memberaccess.htm.



Below is a quick reference chart outlining some of the 1st Reverse Proprietary Loan Product program features:

	PRODUCT INFORMATION
Age Restrictions	All borrowers must be 62 or older
Minimum Value	\$100,000.00
Maximum Value	\$20,000,000.00
Acceptable Property Types	SFD, Condos, PUD's, Second Homes and 2-4 units (if one unit is owner occupied). No Co-Ops or manufactured homes. (unique homes, call for exception - case by case)
Occupancy	Must be owner occupied – zoned residential, or true Second Home
Appraisal	Full Fannie Mae to \$1.5MM, 2 nd appraisal required over \$1.5MM is Lender paid.
Counseling/ Counselors	Required by independent 3 rd party (see Counseling information) designated Counselors/Agencies only.
Interest Rates	FIXED – Fixed Rate per Current Rate Sheet and Lock Policy ARM – Libor plus various margins adjusting monthly* *Limited offering of an introductory rate for first 3 months of term currently available.
Monthly Servicing fee	\$30.00 No upfront set asides required.
Equity Protection	Optional 10-50% of appraised property value by Borrower choice (principal limit is reduced accordingly)
Non-Recourse	Yes
Prepayment Penalty	FIXED – None – partial prepayments are permitted at any time, however Borrower(s) will not be able to redraw any portion of paid or prepaid principal. ARM – None – partial prepayments will not be permitted for the first year from the date of closing if the lump sum and/or no closing cost option is chosen.
Credit Line Growth	5% annually on unused line of credit (ARM Only)
Origination Fee to Borrower	See Daily Rate Sheet
Closing Costs to Borrower	FIXED – Borrower responsible for any state/county/municipality taxes or fees. All other closing costs can be paid by borrower or can be paid by 1 st Reverse. Please refer to Daily Rate Sheet
Draws	FIXED – full draw, lump sum only. ARM – no minimum draw at closing, full lump sum required for zero closing cost option – minimum future LOC draws greater than \$500.00 required.
Rates and Locks	Rates Posted Daily to the RevMae POS beginning 3-1-08 – rate sheet quotes available daily. Fixed4Life XL rates locked 2 days prior to closing – must be “clear to close” with scheduled date and time of closing. FLEX XL rates float to close.
Correspondent Compensation	POC By 1 st Reverse to Correspondent per Agreement. (UP TO 1% OF ADJUSTED APPRAISED VALUE)
Correspondent Contract	Required prior to training and origination
Correspondent Origination	Required – specific application package procedure required
Correspondent Training	Required – must complete specified JUMBO training requirements
Eligible States	AZ, CA, CO, CT, DC, DE, FL, GA, HI, ID, IL, IN, MD, NV, NH, NJ, NY, OH, OR, PA, RI, SC, TX, UT, VA, & WA (more to be added in 2008).
Table Funded	Brokered transactions only, closing in the name of 1 st Reverse.
Processing	1 st Reverse Processing Center Only – processing fee varies by adjusted property value and includes underwriting.
Services	1 st Reverse approved credit, appraisal, title and settlement service providers only – consult 1 st Reverse approved vendor list.