

# Cold Days.

# Hot Rate!

Warm up your winter  
with a great rate!

## HOME EQUITY LINE OF CREDIT

# 2.99%\* ANNUAL PERCENTAGE RATE

Take advantage of our great introductory rate\* of 2.99% APR for the first 6 months; after the introductory term a variable APR rate will apply.

Loan approval is subject to credit approval & program guidelines.

\*The account is subject to application, credit qualification, and income verification; additional evaluation and verification criteria may apply. Hazard, and if applicable, flood insurance is required.

APR means Annual Percentage Rate which is a measure of the cost to borrow money expressed as a yearly percentage. For new borrowers, the 6-month introductory rate of 2.99% APR begins on the date the HELOC is opened. After the introductory rate, the balances and future advances will be at the APR stated in the HELOC agreement. The interest rate will vary based upon the highest prime rate published in the Wall Street Journal (3.25% as of 3/10/2020) plus a margin. As of 8/21/2020 lines of credit extended to borrowers with excellent credit scores and qualifying multi-account discounts, have a margin of 0.01% under Prime Rate (Current APR 3.24%) (Subject to a rate floor of 3.24%). Those with higher loan-to-value and/or lower credit scores will have an elevated margin up to 2.49% (current APR 5.74%) (Subject to a rate floor of 5.74%). Your APR will not exceed 20.00% APR at any time. Those with higher loan-to-value and/or lower credit scores will have an elevated margin up to 4.99%. (current 8.24% APR). Your APR will not exceed 20.00% APR at any time. Your APR will depend on the specific characteristics of your credit transaction, including evaluation of credit history and loan to value.

The full term of the loan is 30 years: The line of credit has a draw period of 10 years. There are two payment options available during the draw period. The first option has monthly payments due equal to 1.00% of your outstanding balance at the end of each month for 120 months. The second option has monthly payments due of all accrued interest only at the end of each month for 120 months. This option will be assessed a \$50.00 Annual Fee. The draw period will be followed by a 20-year Repayment period. During the 20-year repayment phase you will no longer have access to borrow and the monthly payment will be calculated based the then current index. A change in the prime rate can cause the balance to be repaid more quickly or more slowly. When interest rates increase, more of the monthly payment goes to interest and could result in a larger final payment.

Liberty National Bank pays HELOC closing costs. Title insurance will be required for all loans of \$250,000 and above, at borrower's expense. The minimum line of credit amount is \$10,000 and the maximum line of credit amount is \$424,000. If the account is closed within 24 months from the origination date, a \$250 fee will be charged to reimburse the bank for the closing costs paid. Please consult your tax advisor regarding interest deductibility.



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