

**PREMIUM FINANCE AGREEMENT -- Truth-in-Lending Disclosure**

LENDER: WB Acceptance Corp.  
 3407 N.E. Parkway, Ste. 100  
 San Antonio, TX 78218-3349  
 (210) 828-6479

Contract Date \_\_\_\_\_

Agent No. \_\_\_\_\_ Account No. \_\_\_\_\_

NAME OF INSURED

NAME OF AGENT

**SCHEDULE OF POLICIES**

POLICY NO. (IF AVAILABLE)	DATE OF POLICY (OR OF APPLICATION)	POLICY TERM (IN MONTHS)	INSURANCE COMPANY (IF APPLICABLE)	TYPE OF COVERAGE	PREMIUM

FOR VALUE RECEIVED the undersigned INSURED jointly and severally, if more than one, promises to pay to the order of the above identified LENDER at the address of LENDER stated above, the total of Payments in consecutive monthly payments as shown herein, with any unpaid balance and all unpaid additional charges due on the same date on which the final installment is due and authorizes LENDER to pay the insurance company or its authorized agent the premium set forth herein.

**CANCELLATION:** If INSURED fails to make the payment at the time and in the amount provided in this agreement or there is any other default under the terms of this agreement LENDER may cancel the insurance policy(ies) as hereinafter provided. Before such cancellation occurs, LENDER shall first mail a written notice to INSURED of the intent of LENDER to cancel the policy(ies) unless the default is cured within **10** days after the date the written notice is mailed. A copy of such notice of intent to cancel shall also be mailed to the above referenced insurance agent.

After the expiration of the **10** day period given to cure the default, LENDER may cancel the insurance policy(ies) by mailing a notice of cancellation to the insurance company and the insurance policy(ies) shall be cancelled as if the notice of cancellation had been submitted by INSURED. Copies of such notice of cancellation shall also be mailed to INSURED at INSURED's last known address and to the above referenced insurance agent. When any such insurance policy(ies) is cancelled, LENDER shall receive the return of unearned premiums and loss payments and credit such amounts to the unpaid balance of this loan, and any surplus of **\$5.00** or more shall be refunded to INSURED.

**AGENT'S AGREEMENT**

The undersigned warrants and represents that:

- (1) This agreement was completed as to all of its provisions and disclosures before it was signed by INSURED, and a copy thereof was delivered to INSURED at the time of signing.
- (2) The signature of INSURED is genuine.
- (3) LENDER will be notified of any and all changes in the terms of said policy(ies).
- (4) This contract is binding only when accepted and approved by LENDER.
- (5) Undersigned is not the agent of the LENDER, and a payment to agent does not constitute a payment to the LENDER.
- (6) Any refund of premium by the insurance company will be promptly endorsed and forwarded to LENDER.
- (7) A copy of the insurance policy application(s) is attached hereto and a copy of the insurance policy(ies) will be forwarded promptly to LENDER.
- (8) None of the insurance policies require the insurance company to give more than 10 days' notice of cancellation after receiving notice of cancellation from LENDER  (check if applicable) except policy no. \_\_\_\_\_
- (9) The insurance company  is  is not admitted before the Texas State Board of Insurance.
- (10) The premiums on the policy(ies) are not subject to acceleration  (check if applicable) except policy no. \_\_\_\_\_
- (11) The cash down payment has been paid by INSURED.

\_\_\_\_\_  
 Signature of Agent

**THE INSURED AGREES TO THE PROVISIONS ABOVE AND ON THE REVERSE SIDE.**

INSURED hereby agrees to and acknowledges this combined Premium Finance Agreement and Truth-in-Lending Disclosure was completed as to all of its provisions and disclosures before it was signed by INSURED and a copy thereof was delivered to INSURED at the time of signing.

**POWER OF ATTORNEY -- NOTICE TO INSURER**

This is to inform you and to certify that the premium for this policy(ies) has been furnished and to further state that in recognition of the several possibilities which might cause my inability or failure to pay any insurance premium installment when due. I do irrevocably make, constitute, and appoint

hereinafter called LENDER and its assigns my true and lawful attorney for me to cancel and collect all return premiums on the above listed insurance policy(ies); and Lender and its assigns is further authorized and empowered to execute all necessary written instruments, lost policy releases, and notices in connection therewith and to do whatever is necessary in the cancellation of such policy(ies).

**TRUTH IN LENDING DISCLOSURES**

AMOUNT FINANCED The amount of credit provided to you or on your behalf.	FINANCE CHARGE The dollar amount the credit will cost you.	TOTAL OF PAYMENTS The amount you will have paid after you have made the schedule payments.	ANNUAL PERCENTAGE RATE The cost of your credit as a yearly rate.
\$ _____	\$ _____	\$ _____	% _____

Your payment schedule will be:

Number of Payments	Amount of Payments	1st Payment Due	When Payments are Due	
			Date Due	Frequency

**SECURITY:** You are giving a security interest in unearned premiums and loss payments on the insurance policy being purchased.

**LATE CHARGE:** If payment is late **10** days or more, you will be charged **5¢** for each **\$1.00** of such payment.

**PREPAYMENT:** If you pay off early, you may be entitled to a refund of part of the finance charge, but on loans of **\$100** or less, you will not be entitled to a refund of any part of the finance charge called "acquisition charge."

See your contract documents for any additional information about nonpayment default, any required repayment in full before the schedule date, and prepayment refunds and penalties.

I want an ITEMIZATION  I do not want an ITEMIZATION   
 ITEMIZATION of the Amount financed \$ (1) \_\_\_\_\_ (2) \_\_\_\_\_ (3) \_\_\_\_\_

Amount Paid to others on your behalf  
 (To Insurance Company) \$ \_\_\_\_\_

**ADDITIONAL DISCLOSURES**

Total amount of the premiums for all insurance contracts	\$ _____
Less: Amount of the down payment	\$ _____
Equals: Principal balance	\$ _____
<input type="checkbox"/> FINANCE CHARGE	\$ _____
<input type="checkbox"/> Acquisition Charge*	\$ _____
<input type="checkbox"/> Installment account handling charge*	\$ _____

\*Only applicable when **finance charge** is computed under Art. 3.16, Texas Credit Code.

ANY MONEY RECEIVED AFTER NOTICE OF CANCELLATION HAS BEEN SENT SHALL BE APPLIED TO THE OUTSTANDING INDEBTEDNESS OF THE NOTE BALANCE AND SHALL NOT BE CONSTRUED AS A REINSTATEMENT ON THE INSURANCE POLICY.

Executed this \_\_\_\_\_ day of \_\_\_\_\_ 20\_\_\_\_\_

**X**

Signature of INSURED

**REMAINING PROVISION OF YOUR PREMIUM FINANCE AGREEMENT**

**PREPAYMENT:** INSURED shall have the right at any time to prepay this note in full or any one or more installments thereof without penalty, and upon prepayment in full shall receive a refund of the unearned finance charge computed according to the sum of the periodic balances method, but on loans of \$100 or less no portion of any acquisition charge shall be refunded. If such prepayment in full occurs before the 1st installment due date LENDER shall retain for each elapsed day from the date the finance charge accrues 1/30th of the portion of the finance charge which could be retained if the 1st installment period were 1 month and the loan were prepaid in full on the 1st installment period due date and the finance charge in excess of such amount shall be refunded to INSURED. No refund of less than \$5.00 shall be made.

**DEFAULT CHARGES:** When any portion of a scheduled installment becomes delinquent (10) days or more, the sum of 5¢ for each \$1.00 of such installment may be assessed and collected as an additional charge.

**ACCELERATION:** LENDER upon INSURED'S default in any payment, or upon any other act of default under this agreement is authorized to accelerate and declare due and payable the entire unpaid balance of this note, less unearned finance charges. Other acts of default for which the unpaid balance may be accelerated include any check given by INSURED for the down payment or any future payment due under this agreement is not honored when presented in the bank on which drawn, failure of INSURED to comply with any provision of this agreement, any proceeding in bankruptcy, receivership, or insolvency being instituted by or against Insured, or if any insurance company issuing an insurance policy referred to herein becomes insolvent, suspends business, or ceases to be qualified to do business. After maturity, the finance charge shall be computed at the highest rate permitted by applicable law. INSURED hereby waives presentment, protest, and notice of dishonor.

**AMENDMENT:** Should additional premium be due as a result of changes in INSURED'S policy(ies) or adjustments of the rate classification, INSURED hereby grants LENDER the authority to pay the additional premium and to amend this agreement accordingly. Such additions shall be accomplished by LENDER furnishing INSURED and INSURED'S agent with a written memorandum of agreement prior to the 1st scheduled payment date of the amended transaction.

**SECURITY:** Until LENDER has been paid the full amount owing, INSURED hereby (a) grants LENDER a security interest in unearned premiums which may become payable under any and all policy(ies) herein described, and in loss payments under said policy (ies) subject, however, to any mortgagee or loss payee interest; and (b) irrevocably appoints LENDER to be INSURED'S attorney in fact with full power and sole authority to sign or otherwise execute any and all policies, papers, lost policy releases, and notices necessary to effect cancellation of the policy(ies) herein described and to collect and receive unearned premiums which may become payable under said policy(ies).

**LENDERS & AGENT'S STATUS:** It is agreed that LENDER is not acting as an insurance carrier, agent or broker and shall have no liability as such. INSURED understands and agrees that INSURED'S insurance agent or broker is not the agent of LENDER, that the insurance agent or broker has no power or authority to make agreements or enter into contracts for LENDER, and that this agreement has no force or effect until accepted in writing by LENDER.

**NOTIFICATION OF INSURANCE COMPANIES:** INSURED authorizes LENDER, at its option, to notify any and all insurance companies issuing insurance policies covered by this agreement of the terms of this agreement, and INSURED directs said insurance companies to honor all provisions of this agreement.

**TEXAS LAW TO GOVERN:** INSURED and LENDER agree that this agreement is made subject to and shall be governed by and construed under the applicable laws of the State of Texas and the United States, and any provision of this agreement contrary to such laws shall be ineffective without invalidating the remaining provisions. Under no circumstances shall INSURED have to pay more interest than is allowed under applicable law for this type of loan, and if LENDER inadvertently contracts for charges, or received more interest than allowed, LENDER will either refund the excess to INSURED or apply it to the unpaid balance of the loan.

**ASSIGNMENT:** INSURED warrants that the insurance policy(ies) set forth above, or a binder for such policy(ies) has been issued to INSURED and is in full force and effect, and that there has been no assignment of any interest in the insurance policy(ies) except for the assignment to LENDER provided herein, and except for the interest of mortgages and loss payees, without the written consent of LENDER, but if such approved assignment by INSURED is made, this agreement, shall inure to the benefit of and be binding on such assignee. INSURED agrees that LENDER may assign this agreement, and in such event this agreement shall inure to the benefit of and be binding on such assignee.

Executed this \_\_\_\_\_ day of \_\_\_\_\_ 20\_\_\_\_\_

X

Signature of INSURED