



While these are 10 significant consequences to consider, it's important to note that these may not cover all potential outcomes. We strongly advise the client to conduct thorough research and consult with legal and financial experts during the 4-day review period to fully understand all the possible consequences associated with their seller finance deal.

- 1- Immediate Repayment: The lender can demand full repayment of the outstanding loan balance, requiring a potentially substantial lump-sum payment.
- 2- Risk of Default: Failure to repay could lead to default, potentially resulting in legal actions such as foreclosure.
- 3- Loss of Property: In case of default, the property used as collateral may be seized by the lender.
- 4- Negative Credit Impact: Default can negatively affect the buyer's credit score and financial standing.
- 5- Legal Costs: Legal fees and expenses may be incurred if the lender pursues legal action for non-payment.
- 6- Lost Equity: The buyer may lose any equity built up in the property if it's seized or sold due to default.
- 7- Damage to Seller-Buyer Relationship: Legal actions can strain the relationship between the seller and the buyer.
- 8- Potential Additional Fees: Late fees and penalties may be imposed by the lender for non-payment.
- 9- Difficulty Refinancing: Defaulting on the note can make it challenging for the buyer to secure financing in the future.
- 10- Impact on Future Purchases: A default may hinder the buyer's ability to buy property or obtain loans in the future.

Client Signature: \_\_\_\_\_ Date: \_\_\_\_\_

Client Signature: \_\_\_\_\_ Date: \_\_\_\_\_