

Characteristics of an ALOC for the Money Merge Account™ System

For clients to activate the Money Merge Account system they must set up an ALOC (Advanced Line of Credit). ALOC is not a term that is recognized by most lenders. An ALOC is a line of credit with specific characteristics needed to work with the Money Merge Account system. The term "ALOC" is used by United First Financial to help ensure that homeowners do not mistakenly open a line of credit that is not compatible with the Money Merge Account system.

Homeowners looking to enroll in the Money Merge Account system may choose any financial institution they would like to facilitate setting up their line of credit. Regardless of the financial institution providing the ALOC, each account must have the following three characteristics for the Money Merge Account system to work successfully:

Each ALOC must have the following characteristics

1. Be open-ended (allows for multiple adjustments to the principal balance each month)
2. Have an interest-only payment option
3. Have a variable rate (fixed-rate options typically cause the ALOC to function as closed-ended)

The following ALOC functions will simplify money movement for the client when using the Money Merge Account system:

Best functionality for check writing

- Lowest dollar amount minimum per check writing from ALOC
- No fee per check written from ALOC
- No limit to the number of checks written from ALOC each month
- Shortest amount of time to clear and process checks from ALOC account

Best functionality for online banking

- Ability to transfer money from checking to ALOC and ALOC to checking
- No limit to the number of transfers per month
- No fee for online transfers
- No dollar amount limitation on transfers
- Ability to link ALOC to checking account as an overdraft protection
- No fee for overdraft protection
- Shortest turnaround time for posting online transfers to designated accounts
- Online bill pay
- No fee for online bill pay

As an Independent Agent of United First Financial, you understand that you are not allowed to assist in any part of the obtaining of a line of credit unless you are appropriately licensed to do so.