

F. H. A. ADDENDUM



1 This is an Addendum to the Residential Purchase Agreement dated _____,
2 for the purchase and sale of the Property known as:
3 (Street Address) _____,
4 (City) _____, Ohio, (Zip Code) _____
5 between _____ (Buyer)
6 and _____ (Seller)

7 It is expressly agreed that notwithstanding any other provisions of this contract, the Buyer shall not be
8 obligated to complete the purchase of the property described herein or to incur any penalty by
9 forfeiture of earnest money deposits or otherwise unless the Buyer has been given, in accordance
10 with HUD/FHA or VA requirements, a written statement by the Federal Housing Commissioner,
11 Veterans Administration, or a Direct Endorsement lender setting forth the appraised value of the
12 property not less than \$ _____. The Buyer shall have the privilege and
13 option of proceeding with consummation of the contract without regard to the amount of the appraised
14 valuation. The appraised valuation is arrived at to determine the maximum mortgage the Department
15 of Housing and Urban Development will insure. HUD neither warrants the value nor the condition of
16 the property. The Buyer should satisfy himself/herself that the price and condition of the property are
17 acceptable.

18
19 FHA regulations require that every application for a Firm Commitment for mortgage insurance be
20 submitted with a Certification signed by the Seller, the Buyer, and the Broker involved in the
21 transaction, that the terms of the contract for purchase are true to the best of their knowledge and belief,
22 and any other agreement entered into by any of the parties in connection with the transaction
23 is attached to the sales contract.

24
25 The undersigned hereby certify that in submitting this request for a Firm Commitment for mortgage
26 insurance, that the terms of the contract for purchase dated _____ are
27 true to the best of their knowledge and belief, and that any other agreement entered into by any of
28 these parties in connection with this transaction is attached to the sales contract.
29
30

31 _____
BUYER DATE SELLER DATE

32 _____
BUYER DATE SELLER DATE

33 _____
SELLING AGENT DATE LISTING AGENT DATE

34
35 _____
COMPANY NAME DATE COMPANY NAME DATE

36
37
38 Section 1010 of Title 18, U.S.C., "Federal Housing Administration transaction," provides: "Whoever,
39 for the purpose of - influencing in any way the action of such Administration - makes, passes, utters,
40 or publishes any statement, knowing the same to be false - shall be fined not more than \$5,000.00 or
41 imprisoned not more than two years, or both." Other Federal Statutes provide severe penalties for
42 any fraud as intentional misrepresentation made for the purpose of influencing the issuance of any
43 guaranty or insurance or the making of a loan by the Administrator for Veterans Affairs.