

DRAFT ACCOUNTANT'S INCOME VERIFICATION (On letterhead of Mortgagor's Accountant)

Borrowers name ("Loan Applicants ")

Loan Application/Interest Repayment Ability.

I certify that:

1. I am a practising accountant and a member of the (Australian Society of CPAs or Institute of Chartered Accountants in Australia).
2. I am accountant to («Borrower»)("Loan Applicant(s)") and have acted for the Loan Applicant(s) in that capacity for the last (number or years), and still act as their current accountant.
3. I understand that the Loan Applicant(s) have applied for a loan of «total principal» (principal) repayable by monthly instalments of «Monthly payment» over «Term» months at an interest rate of «lower rate» (lower rate of interest) per annum interest only.
4. I know the Loan Applicant(s) income and expenditure and based on that knowledge and my understanding of the Loan Applicant(s) financial position I am of the opinion that the Loan Applicant(s) are able to repay the loan in accordance with its term and can do so without substantial hardship.
5. I am not aware of any factors which may affect the Loan Applicant(s) ability to make the repayments of which may cause substantial hardship to the Loan Applicants) to make repayments.
6. Having inspected the financial documentation of the Loan Applicant(s) and made an assessment of their financial position, I have provided sufficient financial advice regarding the viability of the business/investment purpose to which the funds are being borrowed.

I have explained to the Loan Applicant(s) the financial risks involved in the venture and in obtaining the loan, including the likelihood that they may lose the security property in the event that they are not be able to service the loan and/or repay the principal upon the expiration of the loan term.

I believe the Loan Applicants have understood the financial advice provided to them and I understand that you are relying on this letter in agreeing to make a loan to the Loan Applicant(s),

(Optional Inclusion) We advise that in accordance with our client's instructions, no audit has been performed with respect of the preparation of any financial statements which we have prepared for and on behalf of our client. Consequently we are unable to express any opinion as to the accuracy of the information contained within those reports.

Yours faithfully

(Name and Signature of Accountant)(date)