

Type of Application
Information of the Account to be Paid through the Direct Payment Service

Account Number	Monthly Payment Amount	Borrower Name
<input type="text"/>	<input type="text"/>	<input type="text"/>

Deposit Account Information

Account Owner Name	Institution Name	
<input type="text"/>	<input type="text"/>	
Route and Transit Number	Account Number	Account Type
<input type="text"/>	<input type="text"/>	<input type="checkbox"/> Checking <input type="checkbox"/> Savings

This authorization¹ must be signed to activate the direct payment service

I authorize Banco Popular to debit² from the previously mentioned account the amount of \$_____ the ____ day of every month and an additional amount of \$_____ to make a pre-payment on the principal, beginning on _____, with the purpose of paying the amount due on every cycle of the loan³ mentioned above.

Terms and Conditions

In this Direct Payment Authorization, "Borrower" and "Depositor" refer to the person who authorizes the direct payment service ("Service"). "Bank" refers to Banco Popular de Puerto Rico. The "Payment" is the amount to be debited from the authorized deposit account ("Account").

Obligations and Duties:**Depositor/Borrower**

1. The Depositor/Borrower will keep sufficient funds in the account to cover the payment. The Loan Payment is subject to the availability of funds in the Account on the date the debit is made. The Bank will not be obligated to honor, in whole or in part, any Payment that: a) exceeds the funds available in the Account; b) includes funds subject to a hold, dispute or legal procedure that prevents its withdrawal from the Account.
2. **Should a change take place in the amount, frequency or number of the account, it will be the Depositor/Borrower's obligation to notify these changes to the Bank.** This notification must be made within a period of 10 days before the Payment date, so that the effective date of the adjustment is processed before the date designated to process the Payment. The Payment adjustment will not be effective until the Bank receives and processes the change notification described before. To make changes to this service you can request it through any of our branches or contacting our Customer Service Department at 787-775- 1100 or toll free at 1 800 981-1982, Monday to Friday from 8:00 a.m. to 6:00 p.m. and Saturdays from 9:00 a.m. to 12:00 noon.
3. The Borrower acknowledges that the final mortgage installment payment can vary in amount and be different from the last monthly debit authorized under this contract.

Bank

1. The Bank will be careful and diligent in the execution of the Service; however, the Bank will not be responsible to the Depositor/Borrower for any damage, cost or loss of any nature related with the Service if the Bank proceeds in accordance with the instructions given by the Depositor/Borrower.
2. The Bank will be responsible only for direct damage that may be caused to the Depositor/Borrower for errors and omissions in the execution of the Service under this Contract. The Bank's responsibility will be limited to reimbursing for those late fees or for a late payment charged by the Loan creditor. The Bank's responsibility will also be limited to the extent that the resulting damages could have been prevented and mitigated by the Depositor/Borrower's reasonable verification of the information provided by the Bank, as per this Contract.
3. The Bank will not be responsible for non-compliance with this Contract if this is caused, in whole or in part, by circumstances out of the control and responsibility of the Bank, including any fortuitous cause or force majeure. In case any of these events should occur, the Bank's responsibility shall be limited to resume rendering the services as soon as possible within the circumstances.

¹This authorization is subject to the approval of your mortgage loan.

²The Bank will charge a fee of \$15 for each returned Payment.

³If you have more than one loan, you must complete an authorization for each one.

Termination of Service

1. This Authorization will be effective until one of the parties notifies the other of its intention to cancel the Service. The Bank may cancel the Service at any time upon notice by regular mail. Furthermore, the Authorization will be effective until the cancellation of the Loan or the closing of the Account, whichever is first.
2. The Depositor/Borrower may cancel the service for a month by calling the Bank at 787-724-3650 or 1-888-724-3650 (if the call is from outside the metropolitan area); telephones available for the hearing impaired (TDD): 787-753-9677 or 1-800-981-9666 (if calling from outside the metropolitan area) or if you wish to terminate the service permanently, by writing to Banco Popular de Puerto Rico, ILD Accounting (804), PO Box 362708, San Juan, PR 00936-2708. **If the suspension order was notified by telephone, the same will have the effect of suspending the Service for only one month, unless a written confirmation is received from the Depositor/Borrower within fourteen (14) days following the verbal order of suspension.**
3. The Bank must receive the order of suspension no later than three (3) business days before the payment due date.
4. If the Borrower/Depositor requests the Bank the termination of the Service or if the Account is closed for some reason, the Borrower/Depositor will remain being responsible for the transactions previously authorized.
5. The Borrower acknowledges that subscribing to the service may be a requirement in order to receive a special offer involving a discount in the interest rate applicable to the Loan. Likewise, the Borrower accepts that the cancellation of the Service for any reason may result in the elimination of the portion of the special offer related to the Service and **may result in an increase of the interest rate and Loan payment.**

I have read and understood the terms and conditions of the Service. I also received the Electronic Transfer of Funds Disclosure, which contains my rights and responsibilities, in accordance with the Federal Law.

The owner/s of the deposit account must sign this document. If the account owner/s (Depositor/s) is/are different from the loan borrower (Borrower), it is the Depositor/s who must sign this authorization. Upon signing, I confirm that I have received copy of this authorization and consent to the terms and conditions.

Name of Owner of the Account/Borrower

Signature

Name of Owner of the Account/Borrower

Signature

Date