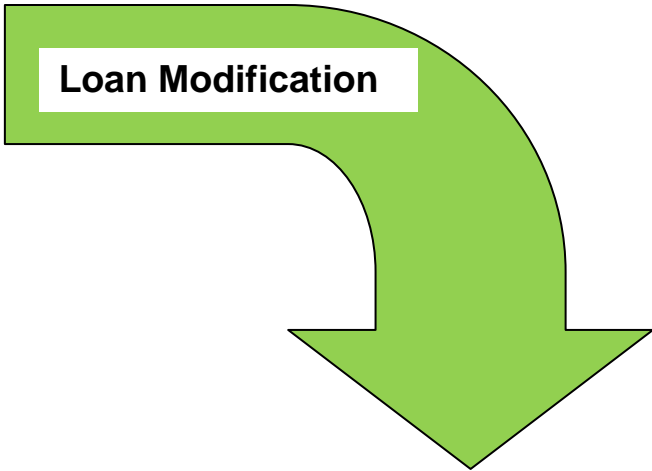
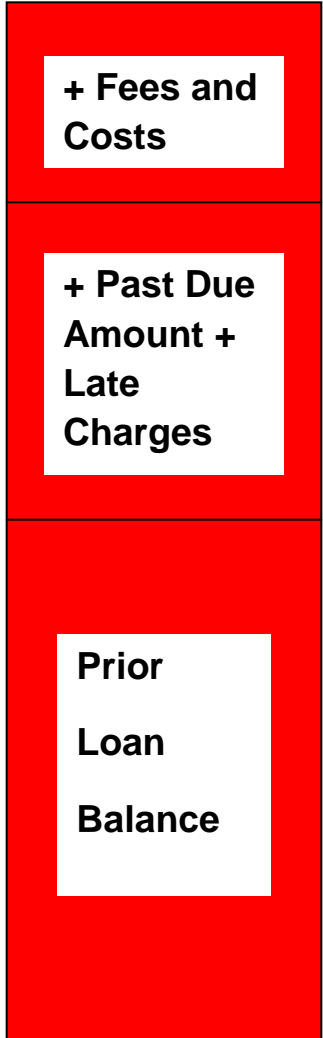


Loan In Default.  
Total Amount  
Due Right Now!

**Clermont County Common Pleas Court,  
Foreclosure Mediation Program  
Loan Modification and Amortization Diagram**



*In a loan modification, the parties agree to a change in interest rate and/or other terms, and past due amounts plus default expenses are added to the loan balance. Then the new amount due is recalculated for a longer time period (reamortization) to reach a new monthly payment the homeowner could potentially afford. The loan modification process is controlled in part by federal regulations about what is and is not allowed. Homeowner keeps the house, provided the new monthly payments are made on time for the life of the loan.*

**Amortization= spread all debt out over time and allocate principle and interest**

Today's  
Date

New monthly payments-could be less or more than old ones

30 Years  
from now