











under this Policy for those Loans submitted to the Company via a Delegated Underwriting Transmittal or other approved form of transmittal via the Company's internet portal, accessible at [www.essent.us](http://www.essent.us) or other approved medium for transmission. Because the Delegated Underwriting Transmittal or other approved form or transmittal contains or is deemed to contain a representation to the Company that each Delegated Underwritten Loan insured under the Delegated Underwriting Program complies with the Underwriting Guidelines in all material respects (unless a prior approval to an exception has been granted by the Company and noted on the Delegated Underwriting Transmittal), the Company reserves the rights to rescind coverage with respect to a Delegated Underwritten Loan or deny a Claim for a Delegated Underwritten Loan if the Delegated Underwritten Loan file record for such Delegated Underwritten Loan is not furnished for review or audit within forty-five (45) days after the Company's written request for the same."

9. The following provision is added as a new Section VI(L)(1):

"1. Term of the Delegated Underwriting Program. The Company shall continue to extend coverage to Delegated Underwritten Loans originated by the Insured under the terms of the Delegated Underwriting Program until the Company either terminates the Delegated Underwriting Program by giving thirty (30) days prior written notice of such termination, or cancels this Policy in accordance with Section I(E)(5) (Cancellation of Master Policy). Such termination of the Delegated Underwriting Program or cancellation of the Policy shall not affect coverage that has been extended to a Delegated Underwritten Loan, prior to the effective date of such termination or cancellation. Termination of the Delegated Underwriting Program will not cancel the Policy."

10. The following provision is added as a new Section VI(L)(2):

"2. Changes in the Guidelines. The Company retains the right to change the Underwriting Guidelines, at any time, and from time to time by giving the Insured forty-five (45) days written notice of such changes. Any Loans with a Commitment date more than forty-five (45) days after notice of such changes must comply in all material respects with the Underwriting Guidelines, as so amended, to be eligible for coverage under the Policy. Loans with a Commitment date prior to the expiration of the forty-five (45) day notice period shall comply in all material respects with the Underwriting Guidelines in effect at the time such Loans received a Commitment."

11. The following provision is added as a new Section VI(L)(3):

"3. Auditing Procedures. The Company shall have the right to periodically audit, during normal business hours upon reasonable advance notice, the records, books and accounts of the Insured or the Servicer pertaining to the Delegated Underwritten Loans for compliance with the terms of the Policy and the Underwriting Guidelines. In addition, the Insured or the Servicer shall, upon written request of the Company, forward a complete copy of the file on any Delegated Underwritten Loan, including the Borrower's loan application, purchase contract, appraisal, credit report, verifications of employment, income and deposit, and HUD-1 or other settlement statement. Further, the Company shall have the right to review and copy the Insured's or the Servicer's file and records pertaining to any Delegated Underwritten Loans insured under the Policy pursuant to the Delegated Underwriting Program."







