



SBA Paycheck Protection Program Modification

Northpoint Commercial Credit and Vibrant Credit Union (“Lender”) have reviewed the recent legislation and guidance provided by the Small Business Administration (“SBA”) and have determined, amongst the numerous changes made to the PPP loan structure, the existing first payment dates for each loan have been extended. While your Promissory Note indicates an original date based on the outlined structure at the time of loan closing, the CARES Act was amended by the Flexibility Act to defer PPP principal and interest payments to be made by borrowers 10 months following the last day of their covered period.

The Lender has determined the most appropriate date to use for the Next Installment Due Date that would amend each Promissory Note would be sixteen (16) months from the date of loan disbursement to allow the appropriate amount of time to meet recommended guidance. We have also determined that instead of providing a formal modification/amendment to each borrower we will instead update this information in our core system for the time being. Once the forgiveness amount for each borrower is determined, it is required for the Lender to provide written evidence of the remaining balance, next installment due date and next installment amount due. We will communicate these appropriate terms at that time.

We feel this general notice balances the appropriate amount of communication along with the cost of maintaining the PPP loan servicing for the sheer number of borrowers we were able to assist. Additionally, when forgiveness amounts are approved, we will formally communicate the details of any balance, payment amount and payment date(s). If you need any of this information clarified for your records individually, please contact your assigned processor or request from closing@northpointcredit.com. We will provide on a one-on-one request basis.

Example Scenario:

- Loan Funded May 1, 2020 – original due date 6 months
 - o Next Installment Due Date – October 1, 2020
- 16 Month revision/extension
 - o Next Installment Due Date – September 1, 2021