

Arizona Private Lender Association Code of Conduct

In consideration for application as a member of the Arizona Private Lender Association, an Arizona Non-Profit Corporation, all applicants agree to abide by the following Code of Conduct:

- A member shall strive to maintain a good reputation in the general Arizona business community.
- A member shall be in compliance with the Arizona statutes in the course of making private money loans in Arizona.
- A member shall be in compliance with Arizona Revised Statutes Title 6, Chapter 9, Article 1 (Mortgage Brokers), or Article 2 (Mortgage Bankers), or Article 3 (Commercial Mortgage Bankers), unless exempt from licensing, and shall be in compliance with all applicable rules and regulations promulgated by the Arizona Department of Financial Institutions.
- A member shall truthfully account for all monies in a loan transaction.
- A member will not accept fees for services that were not performed, except for any non-refundable application fees.
- A member shall not pay compensation in connection with arranging for or negotiating a mortgage loan, to a person who is acting as a mortgage broker or mortgage banker, but without an Arizona license, as prohibited by Arizona Revised Statute 6-909B and 6-947B (except as provided in Arizona Revised Statute 6-984B in the case of a commercial loan).
- A member shall not raise funds from investors except in compliance with the Arizona statutes and the rules and regulations of the Arizona Corporation Commission. Further, a member shall not advertise for the purpose of raising funds from investors, except as permitted by Arizona and Federal law.
- A member shall strive to be responsive to all communications from borrowers, including in the event of a loan default.
- A member shall strive to be responsive to all communications from investors, including in the event of a loan default.
- A member will not disparage another member of the association to investors or the general public; provided however, it shall not be considered a violation of this provision to discuss anything in the public record.
- A member will put the welfare of investors before themselves.

Signature

Date