

**EXPLANATION OF PERSONAL OBLIGATION
(Closed-end)**

Loan _____

- (a) You have agreed to pay the total of payments under a consumer credit transaction between

(Name of credit union member)

and _____

(Name of credit union)_____
(Credit union address)

made on _____

(Date of transaction)

for _____

(Description of purpose for loan)in the amount of \$ _____,
(Total of payments)

and all extensions, renewals or deferrals of said transaction in which there is no increase in the amount of the principal or in the rate of finance charge.

- (b) You will be liable and fully responsible for payment of the above amount even though you may not be entitled to any of the goods, services or loan furnished thereunder.
- (c) You may be sued in court for the payment of the amount due under this consumer credit transaction even though the customer named above may be working or have funds to pay the amount due.
- (d) This explanation is not the agreement under which you are obligated, and the guaranty or agreement you have executed must be consulted for the exact terms of your obligations.
- (e) You are entitled now, or at any time, to one free copy of any document you sign evidencing this transaction.
- (f) The undersigned acknowledges receipt of an exact copy of this notice.

(Signature)_____
(Date)