

# Southwest General Contractors 401(K) Profit Sharing Plan

## PARTICIPANT LOAN APPLICATION

\_\_\_\_\_/\_\_\_\_\_/\_\_\_\_\_  
Participant Name Social Security Number

\_\_\_\_\_  
Street City State Zip Code

I request that the plan administrator make a participant loan as provided below:

Purpose of Loan: \_\_\_\_\_

Amount of Loan Requested: \$\_\_\_\_\_

The loan will be repaid over \_\_\_\_\_ months (maximum 60 months)

The loan will be repaid through payroll deductions. I hereby authorize a payroll deduction of the amount necessary to repay the loan, if the loan is authorized.

The loan will be collateralized with my account balance. I understand that the security for this loan is 50% of my account balance.

If I am married, my spouse consents to this loan, and as a condition of the loan waives any rights on my account balance that collateralized the loan.

\_\_\_\_\_  
Signature of Participant Date

\_\_\_\_\_  
Signature of Participant's Spouse Date

**NOTE:** You may not borrow against amounts set aside for other payees under a Qualified Domestic Relations Order. Also, your Spouse's signature must be notarized unless he or she has consented to a different beneficiary on your Designation of Beneficiary Form. By signing this application, your Spouse consents to a possible reduction in the benefit which would otherwise be payable in the event of your death prior to retirement.

### Participant's Certification of No Spouse

I hereby certify that I am not married and that there are no Plan benefits payable to a former spouse under a qualified domestic relations order.

I hereby certify that I am not now married, however, there may be a reduction in my benefits as a result of a qualified domestic relations order.

\_\_\_\_\_  
Signature of Participant Date

\_\_\_\_\_  
Signature of Plan Representative or Notary Public Date

**Employer's Authorization (Polycomp completes)**

Present Value of Vested Account Balance: (Polycomp completes) \$ \_\_\_\_\_

Amount of Loan Approved: \$ \_\_\_\_\_

Interest Rate: \_\_\_\_\_%

Payment Frequency: \_\_\_\_\_

Number of Payments: \_\_\_\_\_

First Payment Date: \_\_\_\_\_

Interest Rate Verification:

I have verified the fact that the interest rate on the above-referenced loan is equal to the prevailing interest rate charged on similar commercial loans by persons in the business of lending money on a loan of similar amount, duration, security, and other factors.

See attached Rate Quotation from the following bank: \_\_\_\_\_

See attached Rate Quotation from the following newspaper: \_\_\_\_\_

I called the following financial institution: \_\_\_\_\_  
and was told that their rate for a loan of \$ \_\_\_\_\_ for \_\_\_\_\_ years with  
\_\_\_\_\_ as security was \_\_\_\_\_%.

I hereby  authorize  do not authorize this participant loan to the above-named Participant. I further certify that this decision has been rendered in a consistent and uniform manner to all like requests.

\_\_\_\_\_  
Signature of Employer

\_\_\_\_\_  
Date