

FHA/VA LOAN ADDENDUM # 1 TO  
REAL ESTATE PURCHASE CONTRACT

**THIS IS AN ADDENDUM** to that REAL ESTATE PURCHASE CONTRACT (the "REPC") with an Offer Reference Date of January 07, 20 25, including all prior addenda and counteroffers, between Ryan Allen Laws as Buyer, and Jeff Sherden, Megha Kundra as Seller, regarding the Property located at 704 W 12290 S, Draper, UT 84020. The following terms are hereby incorporated as part of the REPC. All references to FHA/VA shall mean the Federal Housing Administration/Department of Veterans Affairs.

- 1. Buyer intends to occupy the Property as Buyer's primary residence.
- 2. Buyer is applying for **(Check applicable box):**

an FHA loan; or  
 a VA loan.

- 3. Notwithstanding the Financing & Appraisal Deadline (if applicable), Buyer SHALL NOT be obligated to complete the purchase of the Property or incur any penalty or forfeiture of the Earnest Money Deposit or other down payment, or otherwise be obligated to purchase the Property, if: (a) for a VA loan, the Purchase Price exceeds the reasonable value of the Property established by the VA Certificate of Reasonable Value or VA appraisal; or (b) for an FHA loan, the Purchase Price exceeds the appraised value of the Property (excluding closing costs) established by the FHA appraisal. Buyer shall, however, have the right to complete the sale without regard to the amount of the appraised valuation made by the applicable FHA or the VA. The appraised valuation is used to determine the maximum loan that FHA will insure or VA will guarantee. Neither FHA nor the VA warrants the value or condition of the Property. Buyer should satisfy themselves that the price and condition of the Property are acceptable. Buyer acknowledges that an FHA/VA appraisal does not constitute a property inspection. Seller agrees to cooperate and sign any Lender required documentation that does not substantially alter the rights and obligations of Buyer and Seller set forth in the REPC.
- 4. Seller shall make any and all appraisal required repairs, provided that the cost does not exceed \$ 0.00.
- 5. If required by applicable FHA or VA rules, Seller shall furnish Buyer with a current Pest Control Report showing the Property to be free and clear from termite infestation. In the event of termite infestation, Seller shall eradicate the same and repair any damage at Seller's expense, provided that the cost does not exceed \$ 0.00. This amount is in addition to any amount indicated in Section 4.
- 6. Seller shall contribute at Settlement an amount to be applied at Buyer's discretion to any or all of the following: (a) a permanent reduction, or temporary reduction, in the mortgage loan interest rate; (b) mortgage financing costs; and (c) Prepays/Escrows ("Closing Costs"). The amount of Seller's contribution shall be \$ 17,000.00. Such contribution shall first be applied to Closing Costs that FHA/VA will not permit Buyer to pay, and any remainder shall be allocated at Buyer's discretion toward remaining Closing Costs. Seller shall have no further obligation toward Closing Costs. Any unused portion of Seller's contribution may, at Buyer's option, be used to reduce the Purchase Price.
- 7. [APPLIES TO FHA ONLY] The undersigned hereby certify that the terms of the REPC are true to the best of our knowledge and belief, and that any other agreement entered into by any of the parties has been fully disclosed and is attached to the REPC.
- 8. If any provision in the REPC or this ADDENDUM is inconsistent with any currently applicable law governing FHA/VA loan transactions, then to the extent of such inconsistency, that law shall govern.

Page 1 of 2 pages      Buyer's Initials RAL      Date 01/08/2025      Seller's Initials JS MK      Date 01/08/2025

To the extent the terms of this ADDENDUM modify or conflict with any provisions of the REPC, including all prior addenda and counteroffers, these terms shall control. All other terms of the REPC, including all prior addenda and counteroffers, not modified by this ADDENDUM shall remain the same.  Seller  Buyer shall have until 5:0  AM  PM Mountain Time 01/09/2025 (Date), to accept the terms of this FHA/VA LOAN ADDENDUM in accordance with the provisions of Section 23 of the REPC. Unless so accepted, the offer as set forth in FHA/VA LOAN ADDENDUM shall lapse.

*Ryan Allen Laws*

01/08/2025, 09:38:59 AM MST

Buyer  Seller Signature Date Time

Buyer  Seller Signature Date Time

**ACCEPTANCE/COUNTEROFFER/REJECTION**

CHECK ONE:

ACCEPTANCE:  Seller  Buyer hereby accepts the terms of this FHA/VA LOAN ADDENDUM.

COUNTEROFFER:  Seller  Buyer presents as a counteroffer the terms of attached ADDENDUM NO 2.

REJECTION:  Seller  Buyer rejects the foregoing FHA/VA LOAN ADDENDUM.

*Jeff Sherden*

01/08/2025

*Megha Kundra*

01/08/2025

(Signature)

(Date) (Time)

(Signature)

(Date) (Time)

(Signature)

(Date) (Time)

(Signature)

(Date) (Time)

THIS FORM APPROVED BY THE UTAH REAL ESTATE COMMISSION AND THE OFFICE OF THE UTAH ATTORNEY GENERAL, EFFECTIVE NOVEMBER 18, 2020. AS OF JANUARY 1, 2021 IT WILL REPLACE AND SUPERCEDE THE PREVIOUSLY APPROVED VERSION OF THIS FORM.