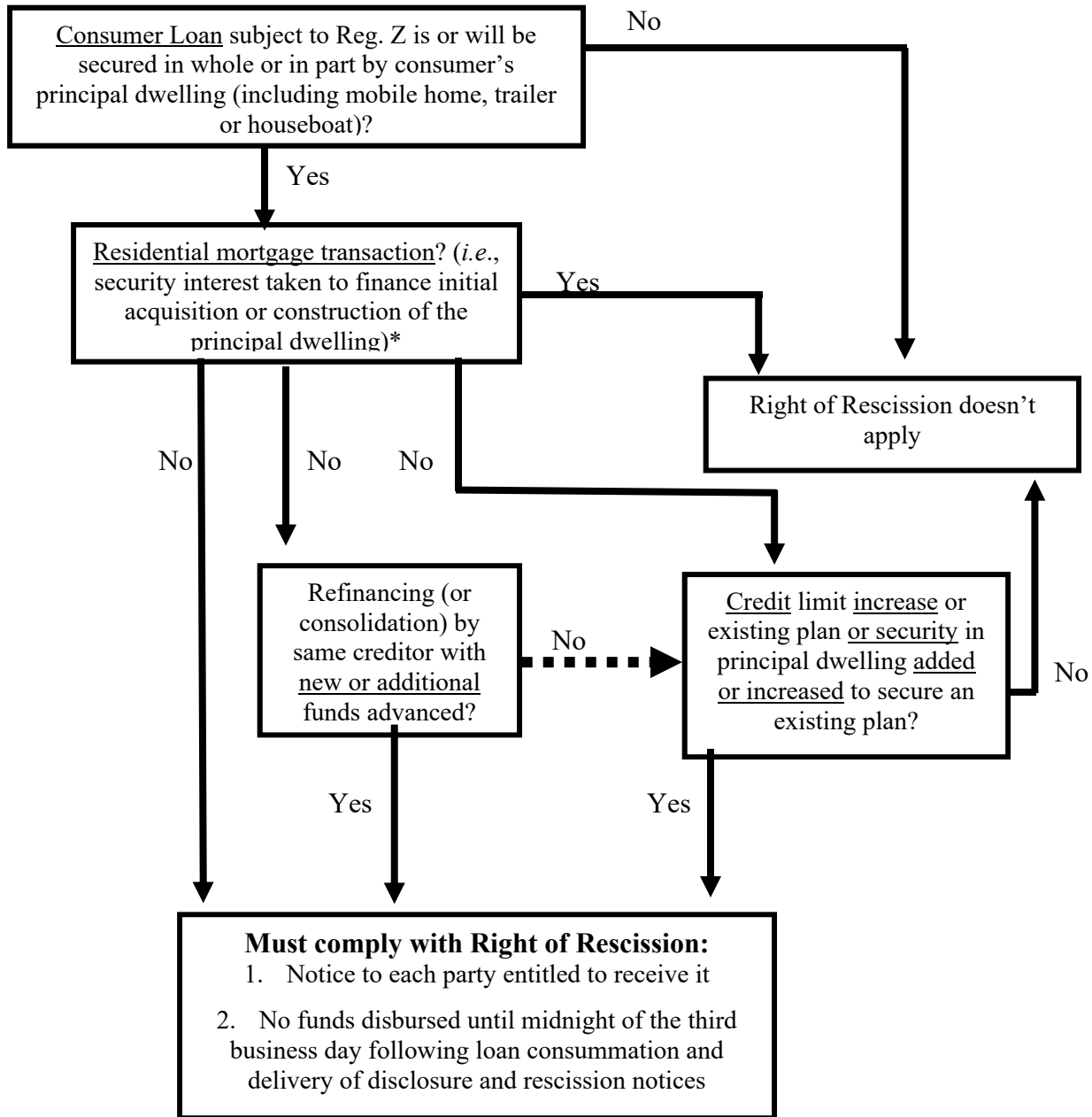


REGULATION Z – RIGHT OF RESCISSION FLOWCHART



***NOTE:** A consumer has only one principal dwelling at a time. When a consumer buys or builds a new dwelling to become the principal dwelling within one year or upon completion of construction, the new dwelling is considered the principal dwelling when it secures the acquisition or construction loan or the open-end credit line. But when a consumer is acquiring or constructing a new principal dwelling, any loan, credit plan or extension (e.g., bridge loan) secured by equity in a consumer's current principal dwelling is subject to rescission regardless of the purpose of the loan.