

VA AMENDATORY / ESCAPE CLAUSE

Borrower(s):

Loan Number:

VA Case Number:

Property Address:

The following provision is made part of the sales contract entered into between the borrower(s) and seller(s) pursuant to 38 U.S.C. 501, 3703(c)(1).

It is expressly agreed that, notwithstanding any other provisions of this contract, the purchaser shall not incur any penalty by forfeiture of earnest money or otherwise be obligated to complete the purchase of the property described herein, if the contract purchase price or cost exceeds the reasonable value of the property established by the Department of Veterans Affairs. The purchaser shall, however, have the privilege and option of proceeding with the consummation of this contract without regard to the amount of the reasonable value established by the Department of Veterans Affairs.