

Senior Management Announcement

Channel: Wholesale

We wish to advise you that unprecedented market conditions have made it necessary for HSBC Mortgage Corporation (USA) to cease Wholesale/Correspondent origination operations effective immediately. HSBC Mortgage Corporation (USA) will continue to process any loans that are registered as of November 18, 2008. Floating loans registered as of November 18th, 2008 must be locked by December 2, 2008. All loans will have until January 20, 2009 to fund. There will be no fundings after January 21, 2009.

HSBC Mortgage Corporation (USA) truly appreciates the business and support of our brokers over the years. We are, of course, committed to communicating all pertinent information to our brokers in a clear and timely manner and will conduct this process with respect and care for all concerned.

On behalf of HSBC Mortgage Corporation (USA) we would like to thank you for the relationship we have enjoyed with you in the past and wish you the best for the future.



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