

Loan Officer Exam Practice Test Questions and Answers

1. What does the acronym SAFE Act stand for?

- A) Secure and Fair Enforcement for Mortgage Licensing Act
- B) Standard Authorization for Federal Enforcement Act
- C) State Agency for Financial Enforcement Act
- D) Secure Approval for Federal Exemptions Act

2. When is a notice of adverse action required?

- A) when there is a change in the terms of the mortgage
- B) when a counteroffer is extended, but the offer is rejected
- C) when an application is withdrawn
- D) when a counteroffer is extended, and the offer is accepted

3. What does "change of circumstance" NOT entail?

- A) a disaster
- B) a change in the borrower's monthly income
- C) the need for flood insurance
- D) a change in the loan amount after the Good Faith Estimate has been issued

4. What is 'steering' as a fair lending violation?

- A) Directing borrowers toward loan products less favorable than those they qualify for based on a protected characteristic
- B) Helping borrowers select the best available mortgage product
- C) Reviewing a borrower's credit report to determine eligibility
- D) Assisting borrowers with the application process

Answers: 1-A 2-B 3-B 4-A

For More Loan Officer Exam Questions and Answers FREE, Loan Officer Exam Online Prep Training, Loan Officer Exam Exam, Loan Officer Exam Study Guide, Loan Officer Exam Flashcards, Loan Officer Exam Quizzes visit:

Loan Officer Exam Practice Test