

**Form RD 1980-41
(Rev. 12-99)**

INSTRUCTIONS FOR PREPARATION

Function of Form: This form is used to update the status of each borrower's account and maintain contingent liability for losses in the accounting records.

Procedure for Preparation: RD Instruction 4287-B, RD Handbook HB-1-3565, and RUS Transferred Instruction 1980-A.

Prepared by: Lender.

Distribution of Copies: Original to RD servicing office. Copy retained by Lender.

Item 1-10, 20, 24. Computer Generated.

Item 11-12. Enter the current unpaid principal and interest balance as of the status date.

Item 13. Enter the amount of principal advanced during the current reporting period. Do not include amounts reported as advanced on Form RD 1980-19, "Guaranteed Loan Closing Report."

Item 14. Enter the current guaranteed interest rate if different than Item 6.

Item 15. Enter the current nonguaranteed interest rate if different than Item 7.

Item 16. Enter A if the account is ahead of schedule, B if the account is behind schedule, and C if the account is current. If B is entered, then Form RD 1980-44, "Guaranteed Loan Borrower Default Status" must be prepared by the Lender.

Item 17. Enter the amount the account is ahead or behind schedule. Leave blank if Item 16 is C.

Item 18. Enter Y to terminate the guarantee or N to continue with the guarantee.

Item 19, 21-23. Self-explanatory.