

# NEWSFLASH

Important information: Please read immediately



Date: 9/23/08

## Topics in this newsflash include:

- **FHA MIP Changes**
- **FHA Maximum Number of financed properties**
- **Declining Market List Update**

## FHA MIP CHANGES

As part of the Housing Bill that was passed, a moratorium on the July 14 MIP changes for one year will be effective with all case numbers assigned on or after 10/1/2008 through 9/1/2009. The following MIP schedule will apply. The FHA loan program description has been updated.

Loan Program	LTV	ALL FICOS	
		Upfront	Monthly
Purchase and Credit qualifying Refinances	>95 LTV	1.75	0.55
	<=95.00 LTV	1.75	0.50
Streamline Refinances	>95 LTV	1.50	0.55
	<=95.00 LTV	1.50	0.50
FHASecure (Delinquent)	>95 LTV	3.00	0.55
	<=95.00 LTV	3.00	0.50

## FHA Maximum Number of financed properties

As our investors continue to assess market conditions, the following guideline is effective immediately:

The maximum number of properties financed for borrowers is four. This includes the subject property along with any other financed properties, regardless of the type of financing.

## Declining Market List

The declining market list on the sales website has been updated to include all counties in CT, except Litchfield County. Although a conforming fixed rate is no longer required to be reduced, there are other programs that will be effected such as THE ONE and FHA JUMBO. Please refer to the Loan Program Description for detailed information. Also, the MI companies still require additional underwriting parameters for declining markets, please refer to the MI chart for detailed information.