

DU Super Refinance Plus 6235

Key Features

- No maximum LTV limit
- Minimum LTV is 125.01%
- No maximum TLTV/HTLTV ratios
- Must be submitted to Desktop Underwriter
- No Minimum FICO score

Product Types	<ul style="list-style-type: none"> • 10, 15, 20, 25 and 30 Year Fixed Rate Mortgages 											
Eligible Borrowers	<p>The following borrower types are eligible:</p> <ul style="list-style-type: none"> • An existing borrower(s) may be removed from the new loan provided at least one of the original borrower(s) is retained on the new loan; • Borrower(s) may be added to the new loan, provided the existing borrower(s) is retained; • New non-occupant co-borrowers are not permitted. 											
Eligible Property and Occupancy Types	<p>The following property types are eligible.</p> <ul style="list-style-type: none"> • 1-4 unit primary and investor residences and 1 unit second homes. • Condominiums, PUDs and co-ops underwritten to Agency project guidelines. • Rural properties per Agency guidelines. <p>NOTE: Condo or PUD projects do NOT need to be re-underwritten or re-warranted; standard closing documents are still required. The underwriter must confirm that the property is not a condotel or co-op hotel. An HOA certification is required.</p>											
Ineligible Existing Mortgages	<p>The following existing FNMA-owned mortgage types are ineligible to be refinanced under this program:</p> <ul style="list-style-type: none"> • Manufactured Homes • Reverse mortgage loans • Second mortgage loans • Government mortgage loans • Existing mortgage loans with certain types of credit enhancement 											
Minimum/Maximum Loan Amounts	<ul style="list-style-type: none"> • Minimum loan amount is \$1.00 above conforming loan amounts. • Conforming Loan Amounts <ul style="list-style-type: none"> • \$417,000 – 1 Family • \$533,850 – 2 Family • \$645,300 – 3 Family • \$801,950 – 4 Family • Max County loan limits may be found at: http://www.fhfa.gov/Default.aspx?Page=185 											
Maximum LTV's	<table border="1" style="width: 100%; text-align: center;"> <thead> <tr> <th rowspan="2" style="background-color: #e0e0e0;">Property Type</th> <th colspan="3" style="background-color: #e0e0e0;">Limited Cash-Out Refinances ^{1, 2, 3}</th> </tr> <tr> <th style="background-color: #e0e0e0;">LTV</th> <th style="background-color: #e0e0e0;">CLTV</th> <th style="background-color: #e0e0e0;">HCLTV</th> </tr> </thead> <tbody> <tr> <td style="background-color: #e0e0e0;">All transactions</td> <td>No maximum</td> <td>No maximum</td> <td>No maximum</td> </tr> </tbody> </table> <ol style="list-style-type: none"> 1. CO – payoff the unpaid principal balance on the existing 1st mortgage, the financing of closing costs, prepaid items and points, and cash back to the borrower cannot exceed \$250. 2. Existing subordinate financing may not be paid off, and new subordinate financing is not permitted. 3. See the Mortgage Insurance section for MI details. 	Property Type	Limited Cash-Out Refinances ^{1, 2, 3}			LTV	CLTV	HCLTV	All transactions	No maximum	No maximum	No maximum
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<p>Underwriting Considerations</p>	<p>All loans must be underwritten according to FNMA standards unless otherwise noted. Desktop Underwriter must be utilized.</p> <ul style="list-style-type: none"> • Appraisal – Follow DU findings. • Minimum LTV 125.01%. • Credit Requirements: <ul style="list-style-type: none"> ○ A new tri-merged credit report must be pulled. ○ No Minimum FICO score. ○ 0x30 days late in the past 12 months, any mortgage trade line. ○ Follow standard conventional guidelines.
<p>Underwriting Considerations cont.</p>	<ul style="list-style-type: none"> • Documentation Requirements: <ul style="list-style-type: none"> ○ New fully executed FNMA 1003. ○ Income, as per DU. Below are the minimum standards: <ul style="list-style-type: none"> ▪ Salaried borrowers – most recent paystub indicating the most recent 30 days earnings and YTD earnings. ▪ Self-Employed or commissioned borrowers – most recent tax return covering a full year, all schedules. ○ Any other income must be fully documented. A Verbal Verification of Employment is required for all borrowers who are not self-employed, within 7 days of closing. ○ Assets needed for closing must be verified. Gift funds can be used for closing costs and prepaids. ○ A payoff demand is required to be in each file. • Loan Decisioning and DTI - <ul style="list-style-type: none"> ○ Automated underwriting ONLY, the loan must also comply with all the requirements in these product pages. ○ DU Approve/Eligible only. Expanded Approval responses not permitted. ○ The required response from DU is: <i>"This loan casefile was underwritten according to the DU Refi Plus expanded eligibility guidelines offered on certain limited cash-out refinance loan casefiles where the borrower's existing loan is identified by DU as a Fannie Mae loan. This loan casefile must be delivered with Special Feature Code 147."</i> ○ Maximum DTI: Follow DU Findings. • Required Borrower Benefit: The underwriter must represent and warrant that the borrower is receiving a benefit in the form of either: <ul style="list-style-type: none"> ○ A reduced monthly mortgage principal and interest payment; o ○ A more stable mortgage product, for example, moving from an ARM to a fixed-rate mortgage. • Subordinate Financing: <ul style="list-style-type: none"> ○ No new subordinate financing is permitted. ○ Existing second liens must be paid off separately by borrower or re-subordinated. No subordinate financing may be paid off with the proceeds of the new loan. ○ The existing second mortgage cannot be restructured and/or increased as part of this new refinance transaction.
<p>Loan Status Verification</p>	<p>The loan must be run through Desktop Underwriter, DU will determine if the loan is eligible for the DU Refi Plus program. An accurate address, including unit number if applicable, is critical to determining if the subject property on the loan casefile matches a subject property address for an existing FNMA loan. Incomplete and/or inaccurate property address data may prevent a loan casefile from being approved. If DU is unable to match the borrower(s) social security number and subject property address on the loan with an existing eligible FNMA loan, the loan will be ineligible for the DU Refi Plus program. Underwriters must ensure the "Standardized Address" returned on the DU Findings, matches the subject property address.</p> <p>When inputting the loan into DU, the payoff amount in the Details of Transaction section must match EXACTLY the amount of the mortgage listed in the liabilities section.</p>

Mortgage Insurance	<p>Mortgage Insurance:</p> <table border="1" data-bbox="443 264 1206 533"> <thead> <tr> <th data-bbox="443 264 706 359">Original LTV of existing loan</th> <th data-bbox="706 264 969 359">Existing loan has MI in force?</th> <th data-bbox="969 264 1206 359">MI required for new refinance loan?</th> </tr> </thead> <tbody> <tr> <td data-bbox="443 359 706 401">≤ 80%</td> <td data-bbox="706 359 969 401">No</td> <td data-bbox="969 359 1206 401">No</td> </tr> <tr> <td data-bbox="443 401 706 443">> 80%</td> <td data-bbox="706 401 969 443">No</td> <td data-bbox="969 401 1206 443">No</td> </tr> <tr> <td data-bbox="443 443 706 533">> 80%</td> <td data-bbox="706 443 969 533">Yes</td> <td data-bbox="969 443 1206 533">Loan may not be eligible for this program ^{1, 2}</td> </tr> </tbody> </table> <p data-bbox="391 541 1533 604"> 1. If the new LTV is ≤ 80%, mortgage insurance may be canceled, and the loan would then be eligible for this program. 2. Loan with new MI policies are not acceptable; loans with transferred MI policies are not acceptable. </p>	Original LTV of existing loan	Existing loan has MI in force?	MI required for new refinance loan?	≤ 80%	No	No	> 80%	No	No	> 80%	Yes	Loan may not be eligible for this program ^{1, 2}
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≤ 80%	No	No											
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Prepayment Penalty	There is no prepayment penalty												
Temporary Buydowns	Temporary buydowns are not permitted.												