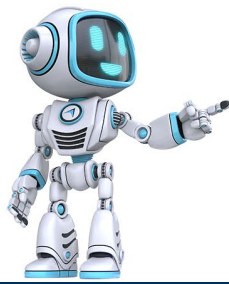


FICO/LTV Eligibility		
FICO	Purchase & R/T	Cash Out
760+	80%	80%
740 – 759	80%	80%
720 – 739	80%	80%
700 – 719	80%	80%
680 – 699	80%	75%
660 – 679	70%	70%

Property Type Max LTV Limits	
Condo: Warrantable	80%
Condo: Non-Warrantable, Condotel	75% Purchase 65% R/T and Cash out
Declining Markets	≤ 65% no reduction > 65%, 10% LTV reduction
2-4 Units	80%

Program Overview		
Loan Amounts	Min. Amount	\$125,000 \$150,000 Non-Warrantable Condo, Condotel
	Max Amount	\$3MM \$1MM Non-Warrantable Condo, Condotel
	> \$2MM	75% Max LTV
	> \$2MM	Min FICO 680
Reserves	< \$1MM	3 months
	\$1MM - \$1.5MM	6 months
	> \$1.5MM	9 months
Interest Only (I/O)	Min FICO	680
	≤ \$2MM	80% LTV
	> \$2MM - < \$2.5MM	70% LTV
	≥ \$2.5MM	65% LTV
Cash-out	Max Cash-out	\$500,000
	Max Cash-out on LTV ≤ 65%	Unlimited
	Max LTV	80%
	Loan amt > \$1.5MM	Reduce Max LTV by 5%
	Min FICO	660
	I/O	Yes
Debt to Income (DTI)	Max DTI	50%, or 45% for LTV > 75%
Investment Property	Max LTV	75%
Second Home	Max LTV	80%
Asset Utilization	Max LTV	75%
12-month Bank Statements	Max LTV	80%
12-month P&L	<ul style="list-style-type: none"> <li>Max LTV ≥ 720 FICO 80%</li> <li>Max LTV &lt; 720 FICO 75%</li> </ul>	Must be prepared by CPA or EA



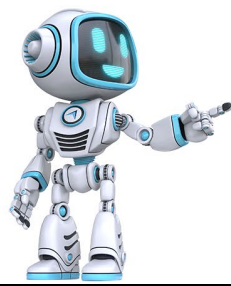
Program Overview (Continued)		
Credit	Credit Event Seasoning	36 months
	Credit Event Max LTV	80%
	Mortgage History	1 X 30 X 12
Gift Funds	<ul style="list-style-type: none"> <li>Not permitted with Asset Utilization</li> <li>Min borrower contribution: 10% for 2nd/NOO</li> </ul> 100% Gift is OK on Owner Occupied (no LTV restrictions)	

Occupancy	Primary Residence, Second Home and Investment Property
Property Types	SFR, 2-4 Unit, Condo, Condotel, Non-Warrantable Condo
Subordinate Financing	Not allowed
Citizenship	US Citizen, Permanent Resident Alien & Non-Permanent Resident Alien
Appraisal Review	≤ \$2MM 1 Appraisal + CDA, > \$2MM 2 Appraisals
Prepayment Penalties	Investment Properties Only

30 or 40 Yr. Fixed	30 Yr. Fully Amortizing; 30 or 40 Yr. with 10 Yr. I/O Option
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Interest Only Terms		
IO Period	Maturity	Amort Term
10 Yr.	30 Yr.	20 Yr.
10 Yr.	40 Yr.	30 Yr.

Non-Warrantable Condos	
Commercial Space	Subject unit 100% residential. Commercial space in building/project < 50%. Any commercial must be "typical to the marketplace and have no negative impact on marketability. Commercial % determined by appraiser. Commercial entity cannot control HOA.
Completion Status	The project, or the subject's legal phase along with other phases, must be complete. All common elements in the project or legal phase must be 100% completed. At least 50% must be sold or under a bona-fide contract.



<p>Condotels</p>	<ul style="list-style-type: none"> <li>• 50% of the total units in the project or subject's phase must be sold or under contract.</li> <li>• Project or subject's legal phase along with other development phases must be complete. All common elements in the project or legal phase must be 100% complete.</li> <li>• Project may be subject to additional phasing</li> <li>• HOA should be in control - project under Developer or Builder control will be considered on a case-by-case basis only</li> <li>• Maximum LTV/CLTV Purchase: 75%</li> <li>• Maximum LTV/CLTV R/T and Cash-Out: 65%</li> <li>• Minimum Loan Balance: \$150,000</li> <li>• Maximum Loan Amount: \$1MM</li> <li>• Primary, Second Home and Investments</li> <li>• Investor concentration, within the subject project, may exceed established project criteria, up to 100%</li> </ul>
<p><b>Non-Warrantable Condos (Continued)</b></p>	
<p>Condotels</p>	<ul style="list-style-type: none"> <li>• Minimum square footage of 500 and at least 1 Bedroom required</li> <li>• Fully functioning kitchen - define as a full-size appliance including a refrigerator and stove/oven</li> <li>• Projects with names that include the words "hotel," "motel," "resort," or "lodge" are acceptable</li> <li>• Project must have obtained a hotel or resort rating for its hotel, motel, or resort operations through hotel ratings providers including, but not limited to, travel agencies, hotel booking websites, and internet search engines</li> </ul>
<p>Delinquent HOA Dues</p>	<p>No more than 20% of the total units in the project may be 60 days or more past due on the payment of condominium/association fees.</p>
<p>Investor Concentration</p>	<p>Investor concentration in project up to 60%. Higher percentages may be considered under the Investment Property Program when an established history of a high percentage of rental units in the condo project can be demonstrated.</p>
<p>HOA Control</p>	<p>the Master Agreement provides for the homeowners to take control upon either a predetermined percentage of unit sales or within a defined time period.</p>
<p>HOA Reserves</p>	<p>HOA Budget must include a dedicated line item allocation to replacement reserves of at least 8% of the budget.</p>
<p>Litigation</p>	<p>Pending litigation may be accepted on a case-by-case basis. Litigation that involves structural issues, health and safety issues or items that will impact the marketability of the project will not be accepted.</p>
<p>New Projects</p>	<p>The project or the subject's legal phase along with other phases must be complete. All common areas in the project must be 100% complete. Minimum of 50% of units must be sold or under contract</p>
<p>Single Entity Ownership</p>	<p>Single entity ownership in project up to 25%.</p>

