

TOWNE FAMILY OF COMPANIES

BULLETIN

TO: OPERATION AND PRODUCTION

Date: June 13, 2018

SUBJECT: CHANGES TO OUR AGENCY OVERLAYS

BULLETIN: 18JUN13

***** IMPORTANT NOTICE *****

We are pleased to announce we have made changes to our Agency Overlays, which will provide greater clarity and consistency with our overall credit policies. The below changes are effective immediately.

- We have removed our thin credit overlays for FHA and VA loans. No additional credit references will be required for loans receiving AUS "approved/eligible" or "Accept" findings.
- We have removed our overlays for debt to income ratios (DTIs) in the 50-55% range. Loans with DTI over 55% will still be approved on exception basis and must meet our overlay requirements. This applies to AUS approved/eligible loans only.
- We have reduced our documentation requirements for loans where borrower is using business funds for closing to require three months of business bank statements instead of four. This will align with Day 1 Certainty asset documentation option.

Please contact your Account Executive with any questions.

Thank you,
Towne Family of Companies