

Friday, April 24, 2020

Bulletin #2020-AC-023

NOTICE TO ALL CUSTOMERS

Preferred Jumbo Updates

Due to current market conditions and the economic impact of COVID-19, we are updating the Preferred Jumbo Cash Out eligibility criteria effective for unlocked loans after Friday April 24, 2020; as well as other asset related documents.

As a result, we have updated our document for “Temporary Policies Related to COVID-19” to include these updates which are also described below:

Permissible Cash Out Purpose:

- Payoff a first mortgage and any non-purchase money subordinate lien against the subject property.
- \$2,000 maximum cash back to the borrower at loan closing.
- Delayed Financing within six month of acquisition date to the new loan application date continues to be eligible.

Non-Permissible Cash Out Purpose:

- Cash Out Refinances where the proceeds to the borrower exceed \$2,000.
- When the proceeds are used to pay off non-mortgage liens are ineligible.
- Cash out Proceeds that are used for anything other than the identified permissible purposes above.

Assets Used as Source of Income

Effective **April 27, 2020**, updated statements must be provided when using assets as source of income, and the statements provided are dated before **March 23, 2020** (which is the most recent low point in the market). This date is subject to future market performance and may be updated again in the future.

To access the updated document and other important attachments, please [click here](#).