

Thursday, April 30, 2020

Bulletin #2020-AC-025

## NOTICE TO ALL CUSTOMERS

### Conventional Cash Out Refinances - Updates COVID-19

FLC Bank is updating its credit policy for Conventional Cash Out Refinances, effective with loans locked on or after **Monday, May 4, 2020**:

#### Conventional Cash Out Refinances

Cash out refinance will be limited to 1-Unit Primary Residence Properties with the following criteria:

- Minimum credit score of 660
- Maximum DTI is 45% regardless of AUS approval
- A letter of explanation is required describing the purpose for the cash out

*Note: There is no reduction to the maximum LTV permitted – standard LTV maximums will continue to apply.*

#### The following Cash Out Refinance transactions are being temporarily suspended:

- 2-4 Units Primary Residence Cash Out
- Second Homes and Investment Properties Cash Out Refinances

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