



MONTHLY LENDER NOTICE

Dated: December 1, 2010

NOTE TO LENDERS: The purpose of the Monthly Lender Notice is to provide Lenders with important program information updates and reminders. Interest rate information is published each week in the Availability of Funds and Notice of Terms Bulletin. A new Monthly Lender Notice is issued by SONYMA by the first calendar day of each month.

UPDATES

SONYMA RELATIONSHIP MANAGERS ARE AVAILABLE TO ASSIST LENDERS

As we approach the end of another year, please consider the many ways in which a SONYMA Relationship Manager can play a role in your success. Given the many investor and industry changes this year, Lenders may benefit from a 2010 SONYMA Recap. Ask a Relationship Manager to review important 2010 changes and updates along with important reminders. Loan Officers, Operations' staff, and Servicers alike may find value in a customized tour of SONYMA's website. It might be helpful to have a Relationship Manager review the most common errors Lenders make when submitting files to SONYMA; or how to use the resources available on Lender OnLine. The recent changes to FHA's upfront and monthly MIP make SONYMA's programs more competitive than ever. Ask a Relationship Manager to review the differences and present a comparison. SONYMA's Relationship Managers serve as Lender advocates. They are the liaisons between SONYMA and its Participating Lenders. Both Relationship Managers are experienced and knowledgeable mortgage professionals who will take the lead in providing Lenders with assistance and customized training as it relates to SONYMA's programs, processes, policies, and procedures. In addition, Relationship Managers are available to partner with Lenders at seminars, trade shows, workshops, and conferences as a representative of SONYMA. Gail Kresge services the Downstate Region (Albany and South) and can be reached via email at gkresge@nyshcr.org or 917-576-8250. Lynn Morris services the Upstate Region (North and West of Albany) and can be reached at lmorris@nyshcr.org or 917-613-1465.

REMINDERS

RESPA GUIDELINES FOR SONYMA DOWN PAYMENT ASSISTANCE LOANS

On October 6th, HUD released a notice exempting, among other things, certain down payment and closing cost assistance products from Sections 4 and 5 of the Real Estate Settlement Procedures Act ("RESPA") requirements. Because SONYMA funds its Down Payment Assistance Loan ("DPAL") with proceeds from tax-exempt mortgage revenue bonds, DPALs qualify for this exception. However, Item "E. Settlement Cost" of the notice states (as one of six eligibility characteristics) that if the second mortgage settlement charges exceed one percent (1%) of the down payment assistance loan amount, the loan is NOT exempt from the RESPA requirements. SONYMA believes that due to the one percent (1%) settlement cost requirement, most DPALs will not be exempt from RESPA requirements since the combined cost of the recording fee and the New York State mortgage tax for the DPAL will likely exceed one percent (1%) of the second mortgage loan amount. Therefore, lenders should prepare a GFE and HUD-1 for the DPAL when the costs exceed one percent (1%). However, in those instances where the DPAL loan expense is less than one percent (1%), it is not necessary for the lender to prepare the GFE and HUD-1 for the DPAL. Refer to Lender Letter dated October 27th for more details.

Important Note: Please be advised that SONYMA does not give legal advice. Lenders must make their own determination as to whether these forms are necessary.

NEW E-MAIL DOMAIN FOR SONYMA

As a result of SONYMA's integration into the New York State Homes and Community Renewal (HCR) (see below), e-mail addresses for all SONYMA employees have changed. The new e-mail address ends with @nyshcr.org instead of the current @nyhomes.org. Please make a note of this change.

SONYMA IS NOW PART OF NEW YORK STATE HOMES AND COMMUNITY RENEWAL

On September 22, New York State Housing Commissioner and SONYMA President & CEO, Brian E. Lawlor, announced the formation of HCR. HCR consolidates and integrates all of the State's housing agencies, including SONYMA, under a single leadership structure. To access HCR's website, go to <http://www.nyshcr.org/>. To access SONYMA's website, simply click on *SONYMA*, which is located in blue type underneath the page header. As an alternative, you may access <http://www.nyhomes.org/index.htm>, which will take you directly to the SONYMA site.

SUSTAINABLE NEIGHBORHOODS INITIATIVE

On September 28, SONYMA announced the Sustainable Neighborhoods Initiative (SNI) in support of the Sustainable Neighborhoods Demonstration Program (SNDP) that was created by HCR. SNDP has made \$2 million available to assist local governments, municipal housing authorities and not-for-profit corporations in the rehabilitation and redevelopment of vacant and/or blighted residential properties in upstate New York. SONYMA's SNI will provide special pricing to borrowers purchasing a home under SNDP. For more information, please see our [Lender Letter dated September 28](#).

NEW GENWORTH MORTGAGE INSURANCE PREMIUMS

Effective August 16, 2010, Genworth Mortgage Insurance Corporation ("Genworth") reduced its mortgage insurance premiums for condominium and cooperative units. They will no longer be charging an additional 0.1% for these property types. A new rate chart is attached for your reference. Please refer to the section below entitled "Disclosure of PMI Premiums" for additional information regarding PMI premiums.

TIPS OF THE WEEK

To provide Lenders with helpful tips and information regarding SONYMA financing, on August 6th we began to add a "Tip of the Week" to the top of our weekly rate bulletin. Please note that we will maintain an archive of these tips on our website (<http://www.nyhomes.org/Lenders/Lenders/ArchiveofWeeklyLenderTips.htm>) with links from both the Lender and Loan Officer pages.

HAZARD INSURANCE COVERAGE FOR CONDOMINIUMS; REVISED HAZARD AND FLOOD INSURANCE CERTIFICATE

SONYMA is adopting Fannie Mae's policy requiring that borrowers obtain a "walls-in" coverage policy (commonly known as an HO-6 policy) for condominium units, if the condominium master policy does not provide the same interior unit coverage. See our Seller's Guide Bulletin #2-2010 for more details. Effective for loans registered on or after **August 16, 2010**, Lenders will be required to execute a revised [Hazard and Flood Insurance Certificate \(SONYMA Form 216/7-10\)](#) for each loan file. By executing this revised form, lenders are warranting, among other things, that the condominium unit has an HO-6 policy, or a master policy with the same type of coverage, in place at time of the loan closing.

APPROVED PROJECT SET-ASIDE LIST ON SONYMA WEBSITE

SONYMA's list of approved projects, under our Project Set-Asides program, has been added to our website and can be found on both the [Information for SONYMA Participating Lenders](#) page and the [Information for Loan Officers](#) page on our website. The Project Set-Aside approval list provides information pertaining to SONYMA's approved condominium and cooperative projects. When reserving loans on our Lender Online (LOL) system, lenders must select the appropriate project name from the drop-down list in the "Project" field. If the project name does not appear on the Lender Online (LOL) drop-down list, please contact our Project Set-Aside Program Director, Marie Cammarata, at mcammarata@nyshcr.org for assistance. If you find that the number of units financed is near the allotted loans available for financing, we strongly recommend that you contact Marie to establish if any more units are available for financing.

MORTGAGE INSURANCE/POOL INSURANCE/CREDIT UNDERWRITING

GENWORTH'S JOB LOSS PROTECTION PRODUCT

Genworth offers job loss protection to any borrower receiving Genworth mortgage insurance. This product is offered at no additional cost to borrowers or Lenders and provides protection from temporary unemployment. Borrowers who become involuntarily unemployed will have their mortgage payments covered up to a maximum of \$2,000 a month for a three month period per occurrence (to a maximum of 6 months). For more information, please see our website (<http://www.nyhomes.org/Home/Buyers/SONYMA/JobLossPaymentProtectionPlan.htm>).

DISCLOSURE OF PMI PREMIUMS

In order to assist Participating Lenders in complying with recent RESPA requirements regarding the disclosure of PMI premiums, the premium rates for both Genworth Mortgage Insurance Company and SONYMA's Mortgage Insurance Fund ("MIF") are attached to this notice as exhibits. You will note that the premiums differ. For the programs that Genworth underwrites for mortgage insurance ([Low Interest Rate](#) and [Achieving the Dream](#)), Lenders may wish to disclose to applicants the highest premium which appears on either exhibit for the applicable LTV, to ensure applicants are not quoted a premium lower than they will actually will be required to pay. For all other programs, the MIF will be the primary insurer and thus, MIF's premiums should be used.

POOL INSURER COMMITMENT TIMEFRAMES

Both Genworth Mortgage Insurance Corporation and SONYMA's Mortgage Insurance Fund ("MIF") issue insurance commitments for a 6-month period, starting from the date the loan is approved for mortgage insurance and/or pool insurance. As a reminder, loans not closing within the 6-month commitment period will require a second review by Genworth and/or MIF, as applicable, to ensure the loan application remains a good credit risk. As such, after the 6-month commitment period has expired, Genworth and/or MIF will require updated credit documentation (paystubs, credit report, bank statements, etc.) and an appraisal update with recent comparable sales. If values have declined since the original appraisal, or if the original appraisal is older than 12 months, then a new standard appraisal (i.e., Fannie Form 1004 or Freddie Form 70) will be required. ***The SONYMA loan must close on or prior to the extended expiration date of the MI/pool commitment.***

INTEREST RATE CHANGES; LAPSE OF COVERAGE; MATERIAL CHANGES TO LOAN FILE AFTER COMMITMENT

If SONYMA approves an extension of the mortgage commitment, lenders are responsible for notifying the pool insurer and the appropriate PMI insurer, if applicable, of changes in interest rates prior to closing. AN INCREASE IN THE INTEREST RATE MAY RESULT IN A REJECTION OF THE LOAN BY THE POOL INSURER. Lenders are also responsible for ensuring that coverage from such insurer has not lapsed prior to loan closing.

Most lenders update credit documents and appraisals prior to closing. In the event these updates indicate the borrower's credit, income, or asset position has changed to the point where the borrower's ability to repay or close on the requested loan amount is impacted, or the value of the property has declined, these updates must be forwarded to the appropriate pool and/or mortgage insurer for reconsideration of the insurance commitment.

SUBMITTING FILES TO THE POOL INSURER

All Low Interest Rate and Achieving the Dream Program loan files must be sent directly to Genworth Mortgage Insurance Corporation for pool (and MI, if necessary) insurance underwriting [not to SONYMA's Mortgage Insurance Fund (MIF)]. For loans Genworth elects not to provide mortgage insurance, but which meet SONYMA guidelines, will continue to be approved through Genworth with MIF providing the mortgage insurance. Only loans reserved under the [Construction Incentive](#), [Remodel New York](#), and [Habitat for Humanity Programs](#) should be sent directly to MIF for mortgage insurance. Files should be sent as indicated on the following page:

Program	SONYMA Loan Number Prefix	Pool Insurer Address
<u>Low Interest Rate and Achieving the Dream Programs</u>	890, 895, 910, 915, 920, 925, 935	Genworth Mortgage Insurance Corporation Attn: Central Imaging 6601 Six Forks Road Raleigh, NC 27615
<u>Construction Incentive, Remodel New York, and Habitat for Humanity Programs</u>	892, 896, 912, 916, 919, 932	SONYMA Mortgage Insurance Fund 641 Lexington Avenue, 5 th Floor New York, NY 10022 Attention: Mike Esposito

AGE OF CREDIT DOCUMENTS AND PROPERTY APPRAISALS UPON LOAN FILE SUBMISSION

Lenders must ensure that credit documents (paystubs, credit report, bank statements) be dated within 90 days of the date that a file is submitted for PMI/pool insurance consideration. ***Additionally, until further notice, property appraisals must be dated within four (4) months of the date the file is submitted for review.***

SUBMISSION OF COLOR PHOTOGRAPHS WITH PROPERTY APPRAISALS

SONYMA’s pool insurer requires that the appraisal report include color copies of photographs of the subject property and of the comparable sales. ***Loans will be suspended by the pool insurer if the appraisal report does not include color copies of the photographs.*** The color photographs should be e-mailed to Genworth Mortgage Insurance Corporation (branch.albany@genworth.com). Please include the SONYMA # and borrower's name in subject line of the e-mail.

REMINDER REGARDING MINIMUM NUMBER OF CREDIT REFERENCES

SONYMA requires applicants to have a minimum number of credit references. Applicants must have at least three lines of credit (trade lines) established for a minimum period of 18 months prior to the mortgage loan application date. If not, the loan must be manually underwritten. Alternative or non-traditional credit references that require regular periodic payments such as rent or utilities may be verified and included in the manual underwriting submission. Please be reminded that, the payment and debt ratios for manually underwritten loans (LTV’s of 97% or less) are 40%/45%.

Since many questions have emerged regarding our policy regarding the minimum number of credit references, attached to this notice are FAQ’s to assist lenders in applying the policy.

LENDER ONLINE/LOAN RESERVATIONS

RESERVATION/RATE LOCK-IN REQUESTS; USE OF LENDER ONLINE

Lenders must reserve loans via our internet-based Lender Online (“LOL”) system. As a reminder, if you have not been assigned a logon ID and password to allow you to access LOL, please contact your SONYMA Primary Contact. If you do not know whom to contact, please call Lou Germanakos at 212-872-0407 or e-mail him at lgermanakos@nyshcr.org. LOL Administrators: When reserving loans on LOL, a Contact Person, Loan Officer and Loan Processor must be assigned to the loan; otherwise, the reservation will not be accepted. Please remember to set up a Contact Person, Loan Officer and Loan Processor for each branch office listed on LOL.

Lenders must be in receipt of a fully executed binder or sales contract, prior to accepting a loan application and registering the loan with SONYMA. Any applications taken without such verification must not be reserved. Reservations made without the proper documentation will be subject to a rate change and possible Lender penalty. ***Reminder:*** Lenders locking new construction loans as short term are advised that Lender paid penalties may result should the loans close beyond the initial lock term.

RESERVATIONS NOT ACCEPTED BY LENDER ONLINE

Lenders will be unable to reserve a loan on Lender Online when (1) the application was taken 7 days or more prior to the reservation date, and (2) the applicant exists on the system from a previous reservation (already reserved, or if the application was denied or withdrawn); only SONYMA personnel can reserve these loans. If you receive a message that the application is 7 days or older or the applicant has a previous reservation, the reservation must be entered by SONYMA. When this occurs, the Lender is required to submit the below listed documents by fax to the number at the top of the [Loan Reservation Worksheet & Rate Certification Form 238/10-10](#) (917-274-0406):

- *Fully completed and executed [Loan Reservation Worksheet & Rate Certification Form \(238/10-10\)](#);
- *1003 (1st page & signature page, executed and dated by applicants);
- *Sales Contract (only the 1st page & the last signature page fully executed) or signed Binder; and
- *Completed and executed [Interest Rate Option Form \(D3/9-09\)](#).

SONYMA will research previously canceled or rejected reservations and will contact the sender of the fax if any issues arise. Additionally, for applications or 7 days or more, SONYMA may require the lender to pay a penalty if SONYMA's rates change during that time.

MAINTENANCE OF LENDER ONLINE USERS

Lenders are reminded that it is your responsibility to maintain a current list of all LOL users within your organization. *In particular, individuals who are no longer employed by your company should be immediately removed.* For more information, please refer to the [Lender Online User's Guide](#).

MISCELLANEOUS INFORMATION

LOAN OFFICER WEB PAGE

SONYMA maintains a web page specifically for Loan Officers. All the tools necessary for a Loan Officer to originate SONYMA mortgages are located on one comprehensive page. To access this page, please click here: [Information for Loan Officers](#).

INQUIRIES REGARDING LOAN DECISIONS

Lenders are advised not to refer applicants to call Genworth, SONYMA, or the MIF regarding loan decisions. All dialogue should be between the SONYMA Lender, and Genworth or SONYMA/MIF.

CLOSING INTEREST RATE CALCULATOR

Lenders are reminded that the [Closing Interest Rate Calculator](#) is the only source available to assist Lenders in determining closing interest rates for SONYMA loans. A revised calculator will be published each Friday morning.

SUBMISSION OF CCAL REQUESTS FOR DISBURSEMENT

SONYMA still has some loans in its pipeline that will be receiving a Closing Cost Assistance Loan (CCAL). Requests for CCAL approval must be submitted at least three (3) business days prior to the mortgage loan closing. Please complete and submit the [CCAL Loan Request for Disbursement Form \(C6/10-08\)](#), along with the completed CCAL Calculation Worksheet and the required supporting documentation.

SONYMA RELATIONSHIP MANAGERS

Please contact one of SONYMA's Relationship Managers if you need assistance with training on products, or guidance on policies or procedures. Please feel free to contact them using the following information:

Downstate (Albany and South)	Gail Kresge	Cell 917-576-8250 gkresge@nyshcr.org (Best Option)
Upstate (North and West of Albany)	Lynn Morris	Cell 917-613-1465 lmorris@nyshcr.org

REMINDER TO NON-SERVICING LENDERS – TIMELY SUBMISSION OF REQUIRED LOAN FILE TO SONYMA’S MASTER SERVICER

Lenders who do not service loans for SONYMA are reminded of their obligations to transfer servicing of loans to SONYMA’s master servicer, M&T Bank (“M&T”), in accordance with previously agreed to procedures. [Click here to review the procedures.](#) Each Lender has represented to SONYMA that it will transfer the servicing of each loan to M&T within 5 business days of the loan closing date. Lenders must advise borrowers at closing that M&T will be servicing their loan. Lenders may not process any servicing transactions prior to transfer and any mortgage payments received are to be sent to M&T for processing. ***Failure to do so may result in SONYMA suspending your company from taking new loan applications.***

SONYMA PRE-CLOSING FILE REVIEW

SONYMA’s review time for loan application files is approximately 24 to 48 hours from receipt of the loan file. Lenders could help us improve our turnaround time by ensuring that all documents are submitted in the manner described on the [Pre-Closing Application File Checklist \(Form #225/12-09\)](#). Files submitted with missing or incomplete documents require us to perform multiple reviews of the same file and slows our response time in reviewing newly submitted loans. Additionally, if your loan file is suspended for deficient or further documentation, please submit any corrective or trailing documents at one time.

SONYMA COMMITMENT EXTENSION REQUESTS

Requests for an extension of the commitment, accompanied by appropriate supporting documentation, must be made by completing and submitting the [Commitment Extension Request Form \(Form #235/5-08\)](#) to the attention of Sylvia Roberts, SONYMA Team Leader. SONYMA, at its sole discretion, will determine if the extension request is valid and may assess penalties to the Lender as described on the form. Upon the commitment being extended, the initial interest rate field on Lender Online will display “TBD”.

REMINDER: When SONYMA extends a commitment, it is extending the time period to close a loan. It is NOT extending the interest rate.

If the extension is granted, the loan must close at the rate stated in the [Closing Interest Rate Calculator](#). Loans requiring extensions, depending on when reserved, may close at a substantially higher rate than initially locked. Before closing any loan that has been extended by SONYMA, Lenders must ensure that the higher interest rate is acceptable to any mortgage insurer and the Pool Insurer (Genworth or MIF). In addition, please note that an extension from SONYMA does not imply an extension of the pool insurance commitment. Please see above.

LOAN PURCHASE PROCEDURE

SONYMA will purchase approved post-closing loans on Thursdays. If Thursday is an Agency holiday, the loans will be purchased on Friday. Lenders will be advised by e-mail when each closed loan document file has been approved for purchase. The mortgage loan will be purchased on the next scheduled purchase date. Until further notice, all loans will be purchased under the Mortgage Revenue Bond (MRB) Indenture.

SONYMA CONTACT HOURS

SONYMA Loan Analysts will accept phone calls between the hours of 10:00 A.M. to 12:00 P.M. and 2:30 P.M. to 4:00 P.M. only. Keep in mind that Lenders can get up-to-date loan status information by accessing Lender Online as discussed above or can call **Lou Germanakos at 212-872-0407**.

SONYMA HOLIDAYS

The Agency will be closed on Friday, December 24th Friday and December 31st in observance of Christmas and New Year’s Day.

FREQUENTLY ASKED QUESTIONS REGARDING MINIMUM CREDIT REFERENCES

1) Must a revolving trade line on a traditional credit report be currently “active” in order to be counted?

No. The revolving trade line must have been “open” for a period of 18 months prior to the date of application. A revolving account that has been open for 18 months *but never used*, however, *would not be eligible*.

2) Can a paid-off installment loan be counted as an eligible credit reference?

Yes.

3) In the case of a joint application, must BOTH the Borrower and the Co-Borrower meet the requirement?

No. Only the “primary” borrower (the applicant with the most income) must meet the requirement.

4) Does a revolving account that was opened more than 18 months prior to loan application but now appears “closed” qualify?

Yes, as long as the account was used.

5) If a borrower has only 1 or 2 eligible credit references on his/her traditional credit report, can non-traditional credit references be used to meet the minimum requirement?

Yes. Any combination of traditional and non-traditional credit may be used to meet the 3 credit reference minimum. If, however, the traditional credit report does not include at least 3 eligible trade lines, the LP or DU decision is not valid and the loan must be manually underwritten.

6) A borrower has the required number of traditional credit references, meets SONYMA credit underwriting requirements, yet the loan does not receive a standard approval through automated underwriting. May the loan be submitted as a manual underwrite?

Yes. If the loan meets SONYMA credit underwriting requirements, you may disregard the LP/DU credit decision and submit the loan as a manual underwrite.

7) When verifying rental payments, is a standard VOR form acceptable documentation?

A standard VOR is acceptable only if the landlord is a management company. When the landlord is an individual, borrowers must provide either 12 consecutive months of cancelled checks or 12 consecutive monthly bank statements reflecting the clearing of rental payments.

8) Under what circumstances can a qualified Guarantor be added to the loan?

If a borrower does not have the minimum number of credit references but otherwise meets SONYMA credit underwriting guidelines, a qualified Guarantor with an acceptable credit history may be added to the loan to provide additional security. The Guarantor’s income MAY NOT be used for qualifying purposes. The Guarantor must be a blood relative and may not be a spouse. Lenders must submit a complete credit package on the Guarantor (i.e. 1003, credit report, income verification). The Guarantor will sign the Note at loan closing and is required to sign the Mortgagor’s Affidavit at both application and loan closing.

RATE PLANS FOR SONYMA Low Interest Rate and “Achieving the Dream” Programs

August 16, 2010

Genworth Residential Mortgage Insurance Corporation of North Carolina
Genworth Residential Mortgage Assurance Corporation

Monthly Premium MI & Zero Monthly Premium MI

Owner-Occupied Properties

30 Year Term		Fixed Payment	
LTV	Coverage	Class I (700+)	Class II (680-699)
97% - 96.01%	26%	.71%	.81%
96 - 95.01	25	.69	.78
LTV	Coverage	Class I, II (660+)	
95% - 90.01%	25%	.76%	
90 - 85.01	20	.47	
85 & Under	17	.39	

PREMIUM ADJUSTMENT SYSTEM

Counseling Saver	-.05%
Loan Amount > \$417,000	+.25
Manufactured Housing	+.20
Primary 2 Unit	+.25
Rate/Term Refinance	+.10

Find Rates Fast

Use our *Rates & Comparisons Tool* to compare products, loan types, terms and payments. Visit mortgageinsurance.genworth.com and enter "HFA1" in the **Program Code** field.

Class I: Borrowers would exhibit credit history slightly better than Genworth’s standard product. These borrowers would typically have well established credit with multiple accounts with little or no delinquent history on their accounts. Generally, the borrowers’ credit score would be above 700.

Class II: Borrowers would exhibit credit history consistent with Genworth’s standard product. These borrowers would typically have well established credit history with a variety of accounts, and they may have had minor delinquent history on an account in the past. Generally, these borrowers’ credit scores would be between 660-700.



SONYMA Low Interest Rate and Achieving the Dream loans should be submitted to Genworth for underwriting. Complete “SONYMA Submission Form” and send loan files to Genworth using one of the following methods:

1. Overnight the loan package to Genworth Central Imaging at 8325 Six Forks Road, Raleigh, NC 27615
2. Fax loan package to 800 346.7961
3. Email loan package to branch.albany@genworth.com

Or ask your Genworth sales representative about FlexConnect.

RATE PLANS FOR SONYMA Low Interest Rate and “Achieving the Dream” Programs

August 16, 2010

Genworth Residential Mortgage Insurance Corporation of North Carolina
Genworth Residential Mortgage Assurance Corporation

RATE NOTES

LOAN TYPE DEFINITIONS

Fixed Mortgages feature level payments for the first five years of the loan term. All acceptable plans must (1) fully amortize over a maximum of 40 years, (2) have the initial payment rate equal to or greater than the initial accrual rate, and (3) have no temporary buydowns, rate concessions or the potential for negative amortization during the first five years.

LOAN TERM DEFINITIONS

For Zero Monthly and Monthly Premium: 30-year rates fully amortize over a period greater than twenty-five years and no greater than forty years.

PREMIUM PAYMENT OPTION DEFINITIONS

Monthly Premium is a payment option which features a coverage term of one month; premiums are remitted monthly. The premium rate shown is the annualized rate. The premium to be remitted monthly is determined by multiplying the annualized premium rate by the loan amount and dividing that amount by 12.

Zero Monthly is a payment option which features monthly premium rates with no initial premium required at closing.

Non-Refundable Monthly, Zero Monthly: Non-Refundable rates feature a lower premium rate in lieu of a premium refund when coverage is cancelled. No premium will be refunded when coverage is cancelled, unless cancelled under the Homeowners Protection Act of 1998. If you prefer refundable rates, add .01 to the non-refundable rates shown.

Level Renewals: The renewal premium rate is applied to the original loan balance for years 1 through 10. For years 11 through term, the rate is reduced to 0.20% or remains the same if the rate is less than 0.20%. Premium adjustments do not apply to the 11th year rate through term.

Amortized Renewals: The renewal premium rate is applied annually to the outstanding loan balance as of the anniversary date of the loan for years 1 through term.

Nontraditional Credit: Where eligible, rates from Class II will be applied. Maximum LTV is 95%.

Information accurate as of date of printing and subject to change without notice. Product availability is based on property location.

As with all programs, check directly with your investor for specific coverage requirements. For additional rates and/or coverages, contact your Genworth representative or call the ActionCenter® at 800 444.5664.

Monthly Premiums

Monthly Premiums

MIF Coverage	Loan to Value Ratio	Reduces Exposure To	Refundable Declining/Constant
28%	97.01 - 100%	72%	1.02
26%	96.01 - 97%	72%	0.80
25%	95.01 - 96%	72%	0.78
25%	90.01 - 95%	72%	0.67
20%	85.01 - 90%	72%	0.42
17%	80.01 - 85%	71%	0.37

- Loans must **fully amortize** in 30 or 40 years.
- **Declining**: The first year and the renewal rate for years two through term are the same. The annual rate is applied to the outstanding balance at the time of renewal.
- **Constant**: The first year rate and the renewal rate for years two through 10 are the same. The annual rate is applied to the original insured loan amount at the time of renewal. For years 11 through term, the rate is reduced to 0.19%.
- The "**Reduces Exposure To**" calculation is based on the highest **Loan to Value Ratio** in each category.
- No upfront payments are required. The first Mortgage Insurance payment is due the same month as the borrower's first Principal and Interest payment.