

**Investor Solution Program  
Second Home and Investment Transactions ONLY  
Conforming and High Balance Loan Amounts**

**Loans Submitted On or After June 12, 2024**

30 Year Fixed Rate Only

**Conforming Loan Amounts**

<b>Second Home</b>					
<b>Transaction Type</b>	<b>Units</b>	<b>LTV/CLTV</b>	<b>Loan Amount <sup>1</sup></b>	<b>Credit Score</b>	<b>Maximum DTI <sup>2</sup></b>
Purchase and Limited Cash-Out	1	80% <sup>3,4</sup>	See Max Loan Limits below <sup>1</sup>	680	45% <sup>2</sup>
Cash-Out <sup>4</sup>	1	75% <sup>3,4</sup>	See Max Loan Limits below <sup>1</sup>	680	45% <sup>2</sup>
<b>Investment</b>					
<b>Transaction Type</b>	<b>Units</b>	<b>LTV/CLTV</b>	<b>Loan Amount <sup>1</sup></b>	<b>Credit Score</b>	<b>Maximum DTI <sup>2</sup></b>
Purchase	1	80% <sup>3,4</sup>	See Max Loan Limits below <sup>1</sup>	680	45% <sup>2</sup>
	2-4	75% <sup>3,4</sup>	See Max Loan Limits below <sup>1</sup>	680	45% <sup>2</sup>
Limited Cash-Out	1-4	75% <sup>3,4</sup>	See Max Loan Limits below <sup>1</sup>	680	45% <sup>2</sup>
Cash-Out <sup>4</sup>	1	75% <sup>3,4</sup>	See Max Loan Limits below <sup>1</sup>	680	45% <sup>2</sup>
	2-4	70% <sup>4</sup>	See Max Loan Limits below <sup>1</sup>	680	45% <sup>2</sup>

**\*Refer to page 2 for the applicable high balance loan amount LTV/FICO scores for properties located in high-cost counties**

**Footnotes:**

1. Minimum loan amount \$150,000
2. No exceptions to DTI
3. New or newly converted condominium projects located in Florida require PERS approval. Established condominium projects in Florida with PERS approval or Full Review no LTV restrictions; projects with a **Limited Review** maximum 70% LTV/75% CLTV
4. Cash-Out subject to the following:
  - Loan amount > \$1,500,000 maximum 70% LTV
  - Maximum cash-out: ≤ 65% LTV: Unlimited; > 65% LTV \$1,000,000



## Investor Solution Program Guidelines

### High Balance Loan Amounts (Property located in high-cost county)

Second Home					
Transaction Type	Units	LTV/CLTV	Loan Amount <sup>1</sup>	Credit Score	Maximum DTI <sup>2</sup>
Purchase and Limited Cash-Out	1	80% <sup>3</sup>	See Max Loan Limits below <sup>1</sup>	680	45%
Cash-Out <sup>4</sup>	1	75% <sup>3,4</sup>	See Max Loan Limits below <sup>1</sup>	680	45%
Investment					
Transaction Type	Units	LTV/CLTV	Loan Amount <sup>1</sup>	Credit Score	Maximum DTI <sup>2</sup>
Purchase	1	80% <sup>3,4</sup>	See Max Loan Limits below <sup>1</sup>	680	45%
	2-4	75% <sup>3,4</sup>		680	45%
Limited Cash-Out	1-4	75% <sup>3,4</sup>	See Max Loan Limits below <sup>1</sup>	680	45%
Cash-Out <sup>4</sup>	1	75% <sup>3,4</sup>	See Max Loan Limits below <sup>1</sup>	680	45%
	2-4	70% <sup>4</sup>	See Max Loan Limits below <sup>1</sup>	680	45%

\*Refer to page 1 for applicable conforming loan amount LTV/FICO scores for properties not located in a high-cost county

**Footnotes:**

- Minimum loan amount is \$1 more than the applicable conforming loan amount for the number of units where the property is located
- No exceptions to DTI
- New or newly converted condominium projects located in Florida require PERS approval. Established condominium projects in Florida with PERS approval or Full Review no LTV restrictions; projects with a **Limited Review** are subject to Maximum 70% LTV/75% CLTV
- Cash-Out subject to the following:
  - Loan amount > \$1,500,000 maximum 70% LTV
  - Maximum cash-out: ≤ 65% LTV: Unlimited; > 65% LTV \$1,000,000

### 2024 Maximum Loan Limits

2024 Conforming Loan Limits		
Units	Contiguous States	Alaska, Hawaii
One	\$766,550	\$1,149,825
Two	\$981,500	\$1,472,250
Three	\$1,186,350	\$1,779,525
Four	\$1,474,400	\$2,211,600
2024 High-Cost Area Loan Limits		
Units	Contiguous States	Alaska, Hawaii
One	\$1,149,825	N/A
Two	\$1,472,250	N/A
Three	\$1,779,525	N/A
Four	\$2,211,600	N/A

\*Actual loan limits for certain high-cost counties **may be lower** than the maximum amount listed above

\*\*Alaska/Hawaii do **not** have high-cost areas in 2024; the applicable conforming limit applies

To view the 2024 loan limits by county click here: [FHFA 2024 Loan Limits](#)

## Investor Solution Program Guidelines

Topic	Guidelines
Overview	<p><b>This program is eligible for second home and investment properties only</b> and is used in conjunction with Fannie Mae or Freddie Mac guidelines. The following applies:</p> <ul style="list-style-type: none"> <li>• Loans are run through either DU or LPA (manual underwriting <b>ineligible</b>) <ul style="list-style-type: none"> <li>- A DU Approve/Eligible Finding, <b>or</b></li> <li>- An LPA Accept/Eligible Finding is required</li> </ul> </li> <li>• <b>Topics not addressed below the applicable Fannie Mae or Freddie Mac policies apply (i.e. DU/LPA findings apply; follow all AUS requirements with the exception of the more restrictive guidelines detailed below)</b> Refer to the <a href="#">Fannie Mae</a> or <a href="#">Freddie Mac</a> guidelines posted on the Homebridge website</li> <li>• <b>High Balance Loan Amounts:</b> Property must be located in a county identified by FHFA as a high cost county to utilize the high-cost area loan amounts. If property is not located in a high cost county the applicable conforming loan amount applies</li> <li>• Loans must meet QM, Safe Harbor, and Ability to Repay requirements</li> </ul>
Appraisals	<ul style="list-style-type: none"> <li>• Loan amount ≤ \$2,000,000: One (1) full appraisal <b>and the following applies:</b> <ul style="list-style-type: none"> <li>- If the FNMA CU and/or FHLMC LCA risk score* is ≤ 2.5 <b>no further action required</b></li> <li>- If the FNMA CU and/or FHLMC LCA risk score* is &gt; 2.5 a Collateral Desktop Analysis (<b>CDA</b>) is required. The CDA must meet the following requirements: <ul style="list-style-type: none"> <li>- If the CDA value is <b>higher</b> by more than 10% of the appraised value, the appraised value is used.</li> <li>- If the CDA is <b>lower</b> than the appraised value by &gt; 10%, a field review is <b>required</b>. <ul style="list-style-type: none"> <li>○ If the value of the field review is <b>within 5%</b> of the value of the appraisal the lower of the two will be used</li> <li>○ If the value of the field review is outside 5% of the appraised value, another full appraisal is required</li> </ul> </li> </ul> </li> </ul> </li> <li>• Loan amounts &gt; \$2,000,000: Two (2) full appraisals</li> <li>• An appraisal waiver or ACE offering is <b>not eligible</b></li> </ul> <p><b>*NOTE:</b> The Risk Score is provided on pg. 2 of the FNMA/FHLMC Submission Summary Report (SSR)</p>
Assets	<p>The transaction must meet all DU/LP requirements, and additionally, the following applies:</p> <ul style="list-style-type: none"> <li>• <b>Marketable Securities:</b> Limited to a maximum of 75% of the account value</li> <li>• <b>Retirement/401(k)/Keogh Accounts:</b> Limited to a maximum of 60% of account value</li> <li>• <b>Business Funds:</b> 50% ownership required</li> </ul>
Credit Report/Scores	<ul style="list-style-type: none"> <li>• Minimum credit score is 680</li> <li>• All borrowers are required to have a credit score and must meet the minimum credit score requirement. Borrowers without a credit score are <b>not eligible</b></li> <li>• The representative score for the loan is <b>the lowest middle</b> representative score for all borrowers</li> <li>• The borrower(s) must address <b>all</b> credit inquiries indicated on the credit report within the previous 90 days, specifically <b>stating the name of the creditor(s)</b> and the result of the inquiry/inquiries (i.e. was new credit obtained or not). Examples of acceptable/unacceptable responses below: <ul style="list-style-type: none"> <li>- <b>Acceptable Response:</b> "The inquiry/inquiries by Bank of America, Wells Fargo, etc. did not result in additional credit"</li> <li>- <b>Unacceptable Response:</b> "We did not obtain any additional credit as a result of the credit inquiry/inquiries listed on our credit report" (unacceptable since name of creditors <b>not</b> listed)</li> </ul> </li> </ul>
Declining Market	<p>If the appraisal identifies the property is located in a declining market and the LTV is &gt; 65% a 5% reduction of the LTV</p>

## Investor Solution Program Guidelines

<b>DTI</b>	Maximum DTI 45%, regardless of DU or LPA findings, <b>no exceptions</b>
<b>Geographic Restrictions – High Balance Loan Amount</b>	<ul style="list-style-type: none"> <li>The standard Fannie Mae/Freddie Mac policy applies to utilize high balance loan amounts. <ul style="list-style-type: none"> <li>The property must be located in a county identified by FHFA as a high cost county when utilizing high balance loan amounts.</li> <li>If property is not located in a high cost county conforming loan amounts apply</li> </ul> </li> </ul> <p><b>Reminder:</b> Alaska and Hawaii do not currently have any counties identified as high cost so conforming loan limits for AK and HI apply (see <a href="#">Conforming Loan Limits</a> chart)</p>
<b>Gift Funds</b>	<ul style="list-style-type: none"> <li><b>Second Home:</b> Eligible after a 10% borrower own funds contribution</li> <li><b>Investment Property:</b> Ineligible</li> </ul>
<b>Liabilities: Garnishments and Collection/Charge-Off Accounts</b>	<p><b>Garnishments</b></p> <ul style="list-style-type: none"> <li>Must be paid off in full prior to or at closing</li> </ul> <p><b>Collection/Charge-Off Accounts</b></p> <ul style="list-style-type: none"> <li><b>Second Home:</b> If the combined total of all collection/charge-off accounts is greater than \$2,000 the accounts must be paid in full prior to or at closing</li> <li><b>Investment Property:</b> Follow DU/LPA findings</li> </ul>
<b>Mortgage/Rental History</b>	<ul style="list-style-type: none"> <li>0x30 in the previous 12 months</li> </ul> <p><b>No Mortgage/Rental History or History Less than 12 Months:</b> The following is required with no mortgage/rental history or &lt; 12 months history:</p> <ul style="list-style-type: none"> <li>Minimum 6 months reserves</li> <li>Minimum 10% borrower own funds contribution</li> <li>VOR or VOM for the applicable months reflecting paid as agreed (as applicable)</li> </ul> <p><b>NOTE:</b> Borrowers who have owned their primary residence free and clear for a minimum of 12 months are acceptable</p>
<b>Occupancy</b>	<ul style="list-style-type: none"> <li>1 -unit second home</li> <li>1-4 unit investment (non-owner occupied)</li> </ul> <p><b>NOTE: Owner-occupied primary residence not eligible</b></p>
<b>Product</b>	30 year fixed rate <b>only</b>
<b>Properties – Eligible</b>	<ul style="list-style-type: none"> <li>Single family residence</li> <li>PUDs (attached/detached)</li> <li>Condominium (attached/detached), Fannie Mae/Freddie Mac warrantable</li> <li>2-4 units</li> </ul>
<b>Properties – Ineligible</b>	<ul style="list-style-type: none"> <li>Manufactured</li> <li>Modular/prefabricated</li> </ul>
<b>Residual Income</b>	Minimum \$1,500 residual income required
<b>Reserves</b>	<ul style="list-style-type: none"> <li>Loans ≤ \$1,000,000: Greater of the DU/LP findings <b>or</b> 3 months PITIA</li> <li>Loans ≤ \$1,500,000: Greater of the DU/LP findings <b>or</b> 6 months PITIA</li> <li>Loans &gt; \$1,500,000: Greater of the DU/LP findings <b>or</b> 9 months PITIA</li> <li>Rate/Term Refinance Transactions: If the LTV is ≤ 65% reserves are per DU/LP findings</li> </ul>
<b>Title Vesting</b>	<ul style="list-style-type: none"> <li>Individuals as joint tenants, community property, or tenants in common</li> <li>Inter-vivos revocable trusts meeting FNMA requirements</li> </ul>
<b>Transactions – Ineligible</b>	<ul style="list-style-type: none"> <li>A transaction involving a primary residence</li> <li>Texas Section 50(a)(6) transactions (aka Texas Equity)</li> <li>Any transaction without a DU Approve/Eligible or LPA Accept/Eligible Finding</li> <li><b>Temporary buydowns</b></li> </ul>