BULLETIN #2017-14

TO: Distribution  
DATE: March 2, 2017

RE: CMG Financial Correspondent Lending Updates  
EFFECTIVE: As noted below

CMG FINANCIAL CORRESPONDENT LENDING UPDATES

- 6400 Series Jumbo Updates

6400 SERIES JUMBO UPDATES

Summary: The 6400 Series Jumbo guidelines are updated as follows:

- Added that Rental Income can be verified with the latest two years Tax returns Schedule E in-lieu of Rental Leases.
- Changed that First Time Homebuyers must meet ALL of the following:
  - FICO requirement increased from 700 to 720
  - DTI required to be < 38% (previously 40%)
  - Removed Reserve requirement
- Removed verbiage allowing for applicants that put more than $100,000 into transaction to be considered a Rate/Term Refinance.
- Clarified that Business Assets can be used for Cash to Close, Reserves, and Down Payment.
- Clarified that Escrow Holdbacks are ineligible.

Effective Date: Immediately

Guideline Link: 6400 Series Jumbo

Please contact your Correspondent National Sales Manager or your Correspondent Liaison with any questions.