CMG FINANCIAL CORRESPONDENT LENDING UPDATES

Topics Covered in this Announcement:

- Disaster Updates
- Capital Markets Update: Max Pricing Caps Non-Agency
- Income Validation Policy Updates

DISASTER UPDATES

The CMG Disaster List is being updated to reflect that FEMA has issued an end date of 10/31/2017 for DR-4334 (California Fires).

Reminder FHA Waiver Dates:

- FHA Waiver for Butte, Nevada, Orange, Yuba Counties: FHA Waiver 10/24
- FHA Waiver for Lake, Napa, Mendocino and Sonoma Counties: FHA Waiver 11/1

Effective Date: FEMA End Date for DR-4344 is 10/31/2017

CAPITAL MARKETS UPDATE: MAX PRICING CAPS NON AGENCY

Summary: Please be advised that capital markets has updated the max pricing caps for several of our non agency products. Please refer to your ratesheet for details.

Effective Date: This was effective Monday, November 13, 2017.

INCOME VALIDATION POLICY UPDATES

Summary: For conventional conforming transactions CMG will now allow a borrower to qualify with income earned as a salaried/W-2 worker at a marijuana dispensary. CMG’s Income Validation Policy is updated to require W2 transcripts on conventional conforming when using W2 income from a marijuana dispensary.

Reminders: CMG does not allow self-employed income to qualify for the borrower if they own a marijuana dispensary. The recent update to allow W2 income from a marijuana dispensary does NOT apply to government financing types.

Effective Date: Immediately

Policy Link: Income Validation Policy