



# REI DOWN PAYMENT ASSISTANCE



[www.reidownpayment.org](http://www.reidownpayment.org)

DESCRIPTION	<ul style="list-style-type: none"> <li>The REI Home100 Conventional Loan Program provides first mortgage financing and down payment/closing cost assistance to eligible mortgagors. The program is created to fulfill REI's mission to provide housing opportunities to low-income individuals and families. REI is a 501(c)3 Non-profit organization.</li> <li>This Program Summary is a complement to and not a substitute for First Mortgage Program guidelines.</li> <li><a href="#">Fannie Mae HFA Preferred</a> and <a href="#">Freddie Mac HFA Advantage</a> guidelines apply except as modified by this program summary for the purpose of this program only.</li> <li>REI is not QM/ATR exempt. <b>All loans must be QM loans based on Revised General QM Rule.</b></li> </ul>				
AVAILABLE MARKETS	Properties located within the State of Oklahoma				
ELIGIBLE LENDERS	Lenders must be approved by U.S. Bank to participate in the REI Down Payment Assistance Program. Interested lenders should contact U.S. Bank Help Desk at 1-800-562-5165 Option 2 or <a href="mailto:hfa.programs@usbank.com">hfa.programs@usbank.com</a> . You can also contact Dena Sherrill, Director of Housing, REI Oklahoma at 1-800-658-2823 or <a href="mailto:dsherrill@reiok.org">dsherrill@reiok.org</a> or Jeremy Layman, Housing Manager at <a href="mailto:jlayman@reiok.org">jlayman@reiok.org</a> .				
MASTER SERVICER & COMPLIANCE AGENT	<table border="0" style="width: 100%;"> <tr> <td style="text-align: center; vertical-align: top; width: 50%;"> <p><b>Master Servicer</b></p> <p>U.S. Bank Home Mortgage 9380 Excelsior Blvd., 6th Floor Hopkins, MN 55343 (800)562-5165 Option 2</p> <p><a href="mailto:hfa.programs@usbank.com">hfa.programs@usbank.com</a></p> <p><a href="#">US Bank Manual</a> Scroll to "Enjoy Housing Finance Agency Services" and click Learn More</p> </td> <td style="text-align: center; vertical-align: top; width: 50%;"> <p><b>Compliance Agent</b></p> <p>Hilltop Securities, Inc. Attn: Sharon Gonzalez or Lori Wood 717 N Harwood Street, Suite 3400 Dallas, TX 75201 (214)953-4122</p> <p><a href="mailto:Sharon.gonzalez@hilltopsecurities.com">Sharon.gonzalez@hilltopsecurities.com</a> <a href="mailto:Lori.wood@hilltopsecurities.com">Lori.wood@hilltopsecurities.com</a> <a href="mailto:htshousing@hilltopsecurities.com">htshousing@hilltopsecurities.com</a></p> </td> </tr> </table>	<p><b>Master Servicer</b></p> <p>U.S. Bank Home Mortgage 9380 Excelsior Blvd., 6th Floor Hopkins, MN 55343 (800)562-5165 Option 2</p> <p><a href="mailto:hfa.programs@usbank.com">hfa.programs@usbank.com</a></p> <p><a href="#">US Bank Manual</a> Scroll to "Enjoy Housing Finance Agency Services" and click Learn More</p>	<p><b>Compliance Agent</b></p> <p>Hilltop Securities, Inc. Attn: Sharon Gonzalez or Lori Wood 717 N Harwood Street, Suite 3400 Dallas, TX 75201 (214)953-4122</p> <p><a href="mailto:Sharon.gonzalez@hilltopsecurities.com">Sharon.gonzalez@hilltopsecurities.com</a> <a href="mailto:Lori.wood@hilltopsecurities.com">Lori.wood@hilltopsecurities.com</a> <a href="mailto:htshousing@hilltopsecurities.com">htshousing@hilltopsecurities.com</a></p>		
<p><b>Master Servicer</b></p> <p>U.S. Bank Home Mortgage 9380 Excelsior Blvd., 6th Floor Hopkins, MN 55343 (800)562-5165 Option 2</p> <p><a href="mailto:hfa.programs@usbank.com">hfa.programs@usbank.com</a></p> <p><a href="#">US Bank Manual</a> Scroll to "Enjoy Housing Finance Agency Services" and click Learn More</p>	<p><b>Compliance Agent</b></p> <p>Hilltop Securities, Inc. Attn: Sharon Gonzalez or Lori Wood 717 N Harwood Street, Suite 3400 Dallas, TX 75201 (214)953-4122</p> <p><a href="mailto:Sharon.gonzalez@hilltopsecurities.com">Sharon.gonzalez@hilltopsecurities.com</a> <a href="mailto:Lori.wood@hilltopsecurities.com">Lori.wood@hilltopsecurities.com</a> <a href="mailto:htshousing@hilltopsecurities.com">htshousing@hilltopsecurities.com</a></p>				
FIRST MORTGAGE PRODUCTS – LOAN PURPOSE	<p>Purchase of primary residences only. Conforming loan limits apply.</p> <table border="0" style="width: 100%;"> <tr> <td style="width: 50%;"><b><u>Product</u></b></td> <td style="width: 50%;"><b><u>Amortization Terms</u></b></td> </tr> <tr> <td> <ul style="list-style-type: none"> <li><b>Fannie Mae</b> <ul style="list-style-type: none"> <li>◇ HFA Preferred Program up to 97% LTV</li> <li>◇ CLTV not to exceed 105%</li> </ul> </li> <li><b>Freddie Mac</b> <ul style="list-style-type: none"> <li>◇ HFA Advantage Program up to 97% LTV</li> <li>◇ CLTV not to exceed 105%</li> </ul> </li> </ul> </td> <td style="text-align: center; vertical-align: top;"> <p>30 years</p> <p>30 years</p> </td> </tr> </table> <p>The CLTV Includes the combination of other repayable gifts, grants, community/affordable seconds, IDA's, and employer assisted benefits. Please refer to <a href="#">Fannie Mae</a> or <a href="#">Freddie Mac</a> for the community/affordable seconds requirements.</p>	<b><u>Product</u></b>	<b><u>Amortization Terms</u></b>	<ul style="list-style-type: none"> <li><b>Fannie Mae</b> <ul style="list-style-type: none"> <li>◇ HFA Preferred Program up to 97% LTV</li> <li>◇ CLTV not to exceed 105%</li> </ul> </li> <li><b>Freddie Mac</b> <ul style="list-style-type: none"> <li>◇ HFA Advantage Program up to 97% LTV</li> <li>◇ CLTV not to exceed 105%</li> </ul> </li> </ul>	<p>30 years</p> <p>30 years</p>
<b><u>Product</u></b>	<b><u>Amortization Terms</u></b>				
<ul style="list-style-type: none"> <li><b>Fannie Mae</b> <ul style="list-style-type: none"> <li>◇ HFA Preferred Program up to 97% LTV</li> <li>◇ CLTV not to exceed 105%</li> </ul> </li> <li><b>Freddie Mac</b> <ul style="list-style-type: none"> <li>◇ HFA Advantage Program up to 97% LTV</li> <li>◇ CLTV not to exceed 105%</li> </ul> </li> </ul>	<p>30 years</p> <p>30 years</p>				

**REI Down Payment Assistance - REI Home100 Program Term Sheet**

<p>FIRST LOAN INTEREST RATES</p>	<p><b><i>Interest rates will be reviewed daily and set for certain products as the market permits; therefore, rates may not be available for all products on a given day depending on the market.</i></b></p> <p>REI will post First Mortgage interest rates by 9:00 a.m. CST daily. <b>(The Fannie Mae and Freddie Mac loans may have different rates and will be reflected on the daily rate sheet email, if available.)</b> All loans must be delivered and purchased by U.S. Bank within 60 days of rate lock. A one-time extension can be purchased at the following rates:</p> <ul style="list-style-type: none"> <li>• 7 days is 0.06250%</li> <li>• 15 days is 0.12500%</li> <li>• 22 days is 0.18750%</li> <li>• 30 days is 0.2500%</li> </ul> <p>This information will be posted on the daily rate sheet. Rates can be subject to intra-day pricing changes.</p>
<p>DOWN PAYMENT ASSISTANCE</p> <p><b>FANNIE MAE – OPTION 1</b></p> <p><b>FORGIVABLE SECOND MORTGAGE</b></p>	<p align="center"><b>FANNIE MAE HFA PREFERRED</b></p> <p>The down payment assistance is in the form of a forgivable 2<sup>nd</sup> Mortgage and based on a percentage of the total first mortgage loan amount. The REI Lender Portal will round the DPA amount to the nearest dollar.</p> <ul style="list-style-type: none"> <li>• Forgivable Loan Option 1A: 3% Down Payment Assistance <b>(1.5% Mortgage Company Compensation a/k/a Service Released Premium (SRP))</b>.</li> <li>• Forgivable Loan Option 1B: 0%, 3.5%, 4.0%, or 5% Down Payment Assistance. <b>(2.5% Mortgage Company Compensation a/k/a Service Released Premium (SRP))</b>.</li> <li>• Second mortgage bearing 0% interest forgivable on a monthly pro rata basis over a 7-year term. The principal will be forgiven in an amount equal to 1/84th of the Original Principal amount beginning the first full month after closing. There is no forgiveness for partial months. The outstanding principal balance of the loan is repayable as follows:             <ul style="list-style-type: none"> <li>• The sale or transfer of the Property</li> <li>• The refinancing or payment in full of the First Mortgage</li> <li>• Failure to occupy Property as Principal Residence for a period of more than sixty (60) days</li> <li>• Upon acceleration of the First Loan or Second Loan for any reason</li> </ul> </li> </ul> <p>❖ <b>REI will wire the Forgivable 2<sup>nd</sup> Mortgage funds to the title company prior to closing upon approval of the Funding Request Stage in the Lender Portal (See Page 11 of this document for more information).</b></p>

**REI Down Payment Assistance - REI Home100 Program Term Sheet**

DOWN PAYMENT ASSISTANCE <b>FANNIE MAE - OPTION 2</b> AMORTIZING SECOND MORTGAGE	<b>REI Secured Second Loan parameters</b>	<b>Fully Amortizing Fixed Rate Second Term</b>	<b>Loan amount</b>	<b>Interest Rate of Second</b>
	Rural Enterprises of Oklahoma, Inc.	10-years	5% of Total First Loan Amount	5%
	Loans are subject to the following parameters: <ul style="list-style-type: none"> <li>Each Lender shall comply with all local, State of Oklahoma (“State”) and federal laws and regulations that relate to housing, including but not limited to, the Fair Housing Act, Equal Credit Opportunity Act, Home Ownership and Equity Protection Act (“HOEPA”), high priced mortgage requirements, Truth-in-Lending (“TILA”), Real Estate Settlement Procedures Act (“RESPA”), TILA-RESPA Integrated Disclosure (“TRID”) and wrongful discrimination (collectively “Housing Laws”). Lenders are responsible for the drawing and delivery to borrower any disclosures required by TILA, RESPA and TRID.</li> <li>The Second Mortgage must close in Rural Enterprises of Oklahoma, Inc.’s name using the REI Note &amp; Mortgage Form located in the Lender Portal.</li> <li>For properties located in a flood zone requiring flood insurance the 2<sup>nd</sup> mortgage must be included as an outstanding lien in the flood insurance coverage calculations.</li> <li>Title Policy is not required for the 2<sup>nd</sup> Mortgage</li> <li>Allowable Fees are limited to the Mortgage Tax, 2<sup>nd</sup> Mortgage closing fees, and recording fees.</li> <li>MERS is not required for the Second Mortgage                             <ul style="list-style-type: none"> <li>❖ <b>Lender will fund the 2<sup>nd</sup> Mortgage at closing upon REI’s approval of the Funding Request Stage and service the loan until US Bank purchases both the 1<sup>st</sup> and 2<sup>nd</sup> Mortgage from lender.</b></li> </ul> </li> </ul>			
DPA USE OF FUNDS AND ADDITIONAL INFORMATION	<ul style="list-style-type: none"> <li>The funds may be used to fund up to 100% of the Borrower’s cash requirement to close, including the down payment, closing costs, pre-paid items, single or split MI fees and other related Mortgage Loan fees and expenses. See exception below:                             <ul style="list-style-type: none"> <li>❖ <b>2 Unit Properties – borrower must contribute a minimum of 3% of their own funds</b></li> </ul> </li> <li>No portion of the down payment and closing cost assistance funds to be paid to the Borrower unless the Borrower is being reimbursed for an overage of his/her earnest money and pre-paid items to the extent the Borrower’s minimum required investment has been satisfied. Remaining funds shall be applied as a principal reduction on the 2<sup>nd</sup> Mortgage at closing.</li> <li>Down payment and closing cost assistance funds cannot pay the difference between the sales price and the appraised value.</li> <li>The lender must receive compliance approval from the Compliance Agent, Hilltop Securities to be eligible for purchase by the Servicer.</li> </ul>			
BORROWER ELIGIBILITY	<p align="center"><b>FANNIE MAE HFA PREFERRED</b></p> Borrower does NOT have to be a First-Time Homebuyer <ul style="list-style-type: none"> <li><b>Non-occupying co-signors or co-borrowers ARE permitted – see Fannie Mae Guide Chapter <a href="#">B2-2-04</a> and use the most restrictive guidelines of US Bank or Fannie Mae Home Ready requirements for HFA Preferred.</b></li> </ul> <p><b>Note: See income section below for more detail regarding qualifying income.</b></p> <ul style="list-style-type: none"> <li><b>Borrower(s) who intend to occupy the property may have an ownership interest in other property with a maximum of two financed properties, including the subject property. Financed properties owned by a non-occupant borrower do not have to be included.</b></li> </ul>			

**REI Down Payment Assistance - REI Home100 Program Term Sheet**

<p>PROPERTY TYPE</p>	<p align="center"><b>FANNIE MAE HFA PREFERRED</b></p> <ul style="list-style-type: none"> <li>• 1 -2 Units primary residence</li> <li>• Condos and Townhomes approved by US Bank Home Mortgage's HFA Division</li> <li>• Manufactured Housing is permitted (Multi-section only)                         <ul style="list-style-type: none"> <li>○ All agency guidelines must be followed.</li> <li>○ US Bank guidelines can be found on US Bank's <a href="#">website</a>. (Scroll down to the middle of the page and click on the "HFA Guidelines" link.)</li> <li>○ If guidelines differ, the stricter guidelines must be followed.</li> <li>○ US Bank Manufactured Housing Affidavit of Affixation can be found on US Bank's <a href="#">website</a>. (Scroll down to the middle of the page, click on the "HFA Guidelines" link, then go to Section 1500 of the US Bank HFA Lending Guide and click on the "Affidavit of Affixation" link.)</li> <li>○ Oklahoma Manufactured Housing Quick Reference Guide can be found <a href="#">here</a>.</li> </ul> </li> </ul> <p><b>Refer to the US Bank HFA Lending Guide 800: Condominium Project Review Sections 810 and 811 for all U.S. Bank condo requirements. <a href="#">US Bank Website</a> (scroll down to Housing Finance Agency Services to access the guidelines)</b></p> <p><b>For properties located in a flood zone requiring flood insurance, the outstanding 2<sup>nd</sup> mortgage lien must be included in the flood insurance coverage calculations.</b></p>																											
<p>INCOME LIMITS</p>	<p align="center"><b>FANNIE MAE HFA PREFERRED</b></p> <p>Qualifying income is used for this program. There are two different income categories: at or below 80% of the Area Median Income (AMI) and above 80% of the AMI. <b>The income for all borrowers that sign the Note must not exceed the income limits for their respective program - combined incomes of the borrower and non-occupying co-signor or co-borrower used to qualify for the loan on the 1003 cannot exceed the income limits for their respective program:</b></p> <ul style="list-style-type: none"> <li>• At or below 80% of the AMI Limits are listed in Exhibit A, attached hereto.</li> <li>• Above 80% of the AMI Limits are listed in Exhibit B, attached hereto.</li> </ul> <p align="center"><b>Lenders will be responsible for ensuring that the income meets program guidelines.</b></p>																											
<p>UNDERWRITING CREDIT SCORE DTI</p>	<p align="center"><b>FANNIE MAE HFA PREFERRED</b></p> <p>DU finding of approve/eligible and meet all other guidelines listed in this Program Summary. (HFA Preferred is available through DU using the "Additional Data Screen – then select HFA Preferred.)</p> <table border="1" data-bbox="337 1226 1507 1818"> <thead> <tr> <th>Property Type</th> <th>Maximum LTV</th> <th>Maximum TLTV/CLTV</th> <th>Maximum DTI</th> <th>Minimum FICO</th> <th>Required Reserves</th> </tr> </thead> <tbody> <tr> <td>1 Unit Condos/Townhomes</td> <td>97%</td> <td>105%</td> <td>50%</td> <td>640</td> <td rowspan="4" style="text-align: center; vertical-align: middle;">As determined by DU</td> </tr> <tr> <td>2 Units</td> <td>95%</td> <td>105%</td> <td>50%</td> <td>640</td> </tr> <tr> <td>Manufactured Homes – Multi-section only</td> <td>95%</td> <td>105%</td> <td>45%</td> <td>660</td> </tr> <tr> <td>Manufactured Home with MH Advantage</td> <td>97%</td> <td>105%</td> <td>45%</td> <td>660</td> </tr> </tbody> </table>	Property Type	Maximum LTV	Maximum TLTV/CLTV	Maximum DTI	Minimum FICO	Required Reserves	1 Unit Condos/Townhomes	97%	105%	50%	640	As determined by DU	2 Units	95%	105%	50%	640	Manufactured Homes – Multi-section only	95%	105%	45%	660	Manufactured Home with MH Advantage	97%	105%	45%	660
Property Type	Maximum LTV	Maximum TLTV/CLTV	Maximum DTI	Minimum FICO	Required Reserves																							
1 Unit Condos/Townhomes	97%	105%	50%	640	As determined by DU																							
2 Units	95%	105%	50%	640																								
Manufactured Homes – Multi-section only	95%	105%	45%	660																								
Manufactured Home with MH Advantage	97%	105%	45%	660																								

**MANUAL  
UNDERWRITING**

**FANNIE MAE HFA PREFERRED**

**MANUAL UNDERWRITING GUIDELINES – Loans may be manually underwritten according to Fannie Mae guidelines. For reference refer to Fannie Mae Guide Chapters below or any other sections of the guide that could apply.**

- For Fannie Mae HFA Preferred if one or more borrowers have no credit score, lenders must follow Fannie Guide chapters [B5-6-03](#) and [B3-5.4-01](#), [B3-5.4-02](#), and [B3-5.4-03](#) for manual underwriting with non-traditional credit.
- Must follow US Bank overlays, if any.
- **If the HFA, GSE, US Bank, or MI require more in reserves as listed in LTV / DTI / FICO tables below; the greater number of months must be documented.**
- **Manufactured Housing may not be manually underwritten.**

Property Type	Maximum LTV	Maximum TLTV/CLTV	Maximum DTI	Minimum FICO	Minimum Required Reserves
1 Unit Properties only Condos/Townhomes	95%	105%	36%	680	2
	95%	105%	36%	660	6
	95%	105%	45%	720	2
	95%	105%	45%	700	6

**DOWN PAYMENT  
ASSISTANCE  
FREDDIE MAC -  
OPTION 1  
GIFT**

**FREDDIE MAC HFA ADVANTAGE**

The down payment assistance is in the form of a gift and is based on the total first mortgage loan amount. **REI Lender Portal will round amount DPA to the nearest dollar.**

- Gift Option 1A: 3% Down Payment Assistance - **1.5% Service Released Premium (SRP) (Mortgage Company compensation).**
  - Gift Option 1B: 0%, 3.5%, 4.0%, or 5% Down Payment Assistance. **(2.5% Service Released Premium (SRP) (Mortgage Company compensation).**
- ❖ **REI will wire the Gift funds to the title company prior to closing upon approval of the Funding Stage in the Lender Portal.**

**REI Down Payment Assistance - REI Home100 Program Term Sheet**

<p><b>DOWN PAYMENT ASSISTANCE</b> <b>FREDDIE MAC - OPTION 2</b> <b>AMORTIZING SECOND MORTGAGE</b></p>	<p>Loans are subject to the following parameters:</p> <ul style="list-style-type: none"> <li>Each Lender shall comply with all local, State of Oklahoma (“State”) and federal laws and regulations that relate to housing, including but not limited to, the Fair Housing Act, Equal Credit Opportunity Act, Home Ownership and Equity Protection Act (“HOEPA”), high priced mortgage requirements, Truth-in-Lending (“TILA”), Real Estate Settlement Procedures Act (“RESPA”), TILA-RESPA Integrated Disclosure (“TRID”) and wrongful discrimination (collectively “Housing Laws”). Lenders are responsible for the drawing and delivery to borrower any disclosures required by TILA, RESPA and TRID.</li> <li>The Second Mortgage must close in the appropriate name reflected below using the Note &amp; Mortgage Form located in the Lender Portal. The lender name is determined by the borrower’s percentage of the Area Median Income (AMI) as shown in the following table:</li> </ul> <table border="1" data-bbox="337 541 1547 831"> <thead> <tr> <th>Borrower’s Percentage of Area Median Income (AMI)</th> <th>Secured Second Mortgage Lender</th> <th>Fully Amortizing Fixed Rate Second Term</th> <th>Loan amount</th> <th>Interest Rate of Second</th> </tr> </thead> <tbody> <tr> <td>At or Below 80% AMI</td> <td>REI Capital Access Fund, Inc.</td> <td>10-years</td> <td>5% of Total First Loan Amount</td> <td>5%</td> </tr> <tr> <td>Above 80% AMI</td> <td>Rural Enterprises of Oklahoma, Inc.</td> <td>10-years</td> <td>5% of Total First Loan Amount</td> <td>5%</td> </tr> </tbody> </table> <ul style="list-style-type: none"> <li>For properties located in a flood zone requiring flood insurance the 2<sup>nd</sup> mortgage must be included as an outstanding lien in the flood insurance coverage calculations.</li> <li>Title Policy is not required for the 2<sup>nd</sup> Mortgage</li> <li>Allowable Fees are limited to the Mortgage Tax, 2<sup>nd</sup> Mortgage closing fees, and recording fees.</li> <li>MERS is not required for the Second Mortgage</li> <li>❖ <b>Lender will fund the 2<sup>nd</sup> Mortgage at closing upon REI’s approval of the Funding Request Stage and service the loan until US Bank purchases both the 1<sup>st</sup> and 2<sup>nd</sup> Mortgage from lender.</b></li> </ul>	Borrower’s Percentage of Area Median Income (AMI)	Secured Second Mortgage Lender	Fully Amortizing Fixed Rate Second Term	Loan amount	Interest Rate of Second	At or Below 80% AMI	REI Capital Access Fund, Inc.	10-years	5% of Total First Loan Amount	5%	Above 80% AMI	Rural Enterprises of Oklahoma, Inc.	10-years	5% of Total First Loan Amount	5%
Borrower’s Percentage of Area Median Income (AMI)	Secured Second Mortgage Lender	Fully Amortizing Fixed Rate Second Term	Loan amount	Interest Rate of Second												
At or Below 80% AMI	REI Capital Access Fund, Inc.	10-years	5% of Total First Loan Amount	5%												
Above 80% AMI	Rural Enterprises of Oklahoma, Inc.	10-years	5% of Total First Loan Amount	5%												
<p><b>DPA USE OF FUNDS AND ADDITIONAL INFORMATION</b></p>	<p align="center"><b>FREDDIE MAC HFA ADVANTAGE</b></p> <ul style="list-style-type: none"> <li>The funds may be used to fund up to 100% of the Borrower’s cash requirement to close, including the down payment, closing costs, pre-paid items, single or split MI fees and other related Mortgage Loan fees and expenses. See exception below: <ul style="list-style-type: none"> <li>❖ <b>2 Unit Properties – borrower must contribute a minimum of 3% of their own funds</b></li> </ul> </li> <li>No portion of the down payment and closing cost assistance funds to be paid to the Borrower unless the Borrower is being reimbursed for an overage of his/her earnest money and pre-paid items to the extent the Borrower’s minimum required investment has been satisfied. Remaining funds shall be applied as a principal reduction on the 2<sup>nd</sup> Mortgage at closing.</li> <li>Down payment and closing cost assistance funds cannot pay the difference between the sales price and the appraised value.</li> </ul> <p><b>The lender must receive a compliance approval from the Compliance Agent, Hilltop Securities to be eligible for purchase by the Servicer.</b></p>															

<p><b>BORROWER ELIGIBILITY</b></p>	<p align="center"><b>FREDDIE MAC HFA ADVANTAGE</b></p> <p>Borrower does NOT have to be a First-Time Homebuyer</p> <ul style="list-style-type: none"> <li>• <b>Freddie Mac HFA Advantage:</b> Non-occupying co-borrowers <b>ARE</b> permitted per most restrictive guidelines of US Bank or Freddie Mac Home Possible requirements for HFA Advantage. Freddie Mac Guide 4501.7.</li> </ul> <p><b>Note: See income section below for more detail regarding qualifying income.</b></p> <ul style="list-style-type: none"> <li>• <b>Freddie Mac HFA Advantage</b> –borrower(s) who intend to occupy the property may have an ownership interest in other property with a maximum of two financed properties, including the subject property.</li> </ul>
<p><b>PROPERTY TYPE</b></p>	<p align="center"><b>FREDDIE MAC HFA ADVANTAGE</b></p> <ul style="list-style-type: none"> <li>• 1- 2 Units primary residence</li> <li>• Condos &amp; Townhomes approved by US Bank Home Mortgage’s HFA Division</li> <li>• Manufactured Housing is permitted (Multi-section only)             <ul style="list-style-type: none"> <li>○ All agency guidelines must be followed.</li> <li>○ US Bank guidelines can be found on US Bank’s <a href="#">website</a>. (Scroll down to the middle of the page and click on the “HFA Guidelines” link.)</li> <li>○ If guidelines differ, the stricter guidelines must be followed.</li> <li>○ US Bank Manufactured Housing Affidavit of Affixation can be found on US Bank’s <a href="#">website</a>. (Scroll down to the middle of the page, click on the “HFA Guidelines” link, then go to Section 1500 of the US Bank HFA Lending Guide and click on the “Affidavit of Affixation” link.)</li> <li>○ Oklahoma Manufactured Housing Quick Reference Guide can be found <a href="#">here</a>.</li> </ul> </li> </ul> <p><b>Refer to the US Bank HFA Lending Guide 800: Condominium Project Review Sections 810 and 811 for all U.S. Bank condo requirements. <a href="#">US Bank Website</a> (scroll down to Housing Finance Agency Services to access the guidelines)</b></p> <p><b>For properties located in a flood zone requiring flood insurance, the outstanding 2<sup>nd</sup> mortgage lien must be included in the flood insurance coverage calculations.</b></p>
<p><b>INCOME LIMITS</b></p>	<p align="center"><b>FREDDIE MAC HFA ADVANTAGE</b></p> <p>Qualifying income is used for this program. There are two different income categories: at or below 80% of the Area Median Income (AMI) and above 80% of the AMI. <b>The Borrower’s qualifying income converted to an annual basis must not exceed the income limits for the location of the Mortgage Premises. To determine whether the Borrower’s income exceeds the income limits, the Seller must rely on the income used to qualify the Borrower and submitted to Loan Product Advisor for Loan Product Advisor Mortgages. The income for all borrowers that sign the Note must not exceed the income limits for their respective program – combined incomes of the borrower and non-occupying co-signor or co-borrower used to qualify for the loan on the 1003 cannot exceed the income limits for their respective program:</b></p> <ul style="list-style-type: none"> <li>• At or below 80% of the AMI Limits are listed in Exhibit A, attached hereto.</li> <li>• Above 80% of the AMI Limits are listed in Exhibit B, attached hereto.</li> </ul> <p align="center"><b>Lenders will be responsible for ensuring that the income meets program guidelines.</b></p>

AUS UNDERWRITING  CREDIT SCORE  DTI	<b>FREDDIE MAC HFA ADVANTAGE</b>					
	LP finding of Accept/Eligible and meet all other guidelines listed in this Program Summary. (Offering Identifier: HFA Advantage (LPA v5.0.06 or higher) - Home Possible Advantage for HFA's (LPA Legacy) or using the code 251.)					
	<b>Property Type</b>	<b>Maximum LTV</b>	<b>Maximum TLTV/CLTV</b>	<b>Maximum DTI</b>	<b>Minimum FICO</b>	<b>Required Reserves</b>
	1-Unit Condos/Townhomes	97%	105%	50%	640	As determined by LPA
	2-Units Condos/Townhomes	95%	105%	50%	640	
Manufactured Homes – Multi-section only	95%	95%	45%	660		
Manufactured Home with CHOICEHome	97%	105%	45%	660		
MANUAL UNDERWRITING	<b>FREDDIE MAC HFA ADVANTAGE</b>					
	<b>MANUAL UNDERWRITING GUIDELINES – Loans may be manually underwritten according to Freddie Mac guidelines. For reference refer to Freddie Guide Chapters below or any other sections of the guide that could apply.</b>					
	<ul style="list-style-type: none"> <li>For Freddie Mac HFA Advantage, please refer to Freddie Guide <a href="#">Chapter 4501.8</a>, and Topics <a href="#">5100</a>, <a href="#">5200</a>, <a href="#">5300</a>, <a href="#">5400</a>, and <a href="#">5500</a>.</li> <li>Must follow US Bank overlays, if any.</li> <li>If the HFA, GSE, US Bank, or MI require more in reserves as listed in LTV / DTI / FICO tables below; the greater number of months must be documented.</li> <li><b>Manufactured Housing may not be manually underwritten.</b></li> </ul>					
	<b>Property Type</b>	<b>Maximum LTV</b>	<b>Maximum TLTV/CLTV</b>	<b>Maximum DTI</b>	<b>Minimum FICO</b>	<b>Minimum Required Reserves</b>
	1 Unit Properties Condos & Townhomes	95%	105%	45%	660	2
<b>FANNIE MAE HFA PREFERRED &amp; FREDDIE MAC HFA ADVANTAGE</b>						
<b>REMAINING SECTIONS APPLY TO BOTH PRODUCTS</b>						



**REI Down Payment Assistance - REI Home100 Program Term Sheet**

<p><b>SELLER CONTRIBUTIONS</b></p>	<p>3% Maximum for CLTV greater than 90%</p> <p>6% Maximum for CLTV less than or equal to 90%</p> <p align="center"><b>May be used for closing costs and/or single or split MI premiums.</b></p>										
<p><b>Mortgage Insurance</b></p>	<p>The following MI Companies are approved: Arch, Enact, Essent, MGIC, National MI, and Radian</p> <p>MI rates, pricing, and guidelines may differ among the participating Mortgage Insurers and are subject to change. Lenders should consult the current Housing Finance Agency MI guidelines at each MI company to determine the terms and conditions by which such loans will be insured. These Program Guidelines do not supersede, nor are they a substitute for, the guidelines in place with each Mortgage Insurer at the time the loan is underwritten.</p> <p align="center"><b>Payment Options All LTV's:</b></p> <ul style="list-style-type: none"> <li>• Borrower Paid – monthly with annual renewal</li> <li>• Split Premium</li> <li>• Single Premium</li> </ul> <p align="center"><b>****Base loan plus financed MI cannot exceed 97% with either product****</b></p> <table border="1" data-bbox="457 768 1425 1108"> <thead> <tr> <th align="center"><b>MI Coverage for Qualifying Incomes 80% and below AMI (Exhibit A)</b></th> <th align="center"><b>MI Coverage for Qualifying Incomes ABOVE 80% of AMI (Exhibit B) (Standard MI)</b></th> </tr> </thead> <tbody> <tr> <td align="center">18% for LTVs &gt;95% and &lt;= 97%</td> <td align="center">35% for LTVs &gt;95% and &lt;= 97%</td> </tr> <tr> <td align="center">16% for LTVs &gt;90% and &lt;= 95%</td> <td align="center">30% for LTVs &gt;90% and &lt;= 95%</td> </tr> <tr> <td align="center">12% for LTVs &gt;85% and &lt;=90%</td> <td align="center">25% for LTVs &gt;85% and &lt;=90%</td> </tr> <tr> <td align="center">6% for LTVs &gt;80% and &lt;= 85%</td> <td align="center">12% for LTVs &gt;80% and &lt;= 85%</td> </tr> </tbody> </table>	<b>MI Coverage for Qualifying Incomes 80% and below AMI (Exhibit A)</b>	<b>MI Coverage for Qualifying Incomes ABOVE 80% of AMI (Exhibit B) (Standard MI)</b>	18% for LTVs >95% and <= 97%	35% for LTVs >95% and <= 97%	16% for LTVs >90% and <= 95%	30% for LTVs >90% and <= 95%	12% for LTVs >85% and <=90%	25% for LTVs >85% and <=90%	6% for LTVs >80% and <= 85%	12% for LTVs >80% and <= 85%
<b>MI Coverage for Qualifying Incomes 80% and below AMI (Exhibit A)</b>	<b>MI Coverage for Qualifying Incomes ABOVE 80% of AMI (Exhibit B) (Standard MI)</b>										
18% for LTVs >95% and <= 97%	35% for LTVs >95% and <= 97%										
16% for LTVs >90% and <= 95%	30% for LTVs >90% and <= 95%										
12% for LTVs >85% and <=90%	25% for LTVs >85% and <=90%										
6% for LTVs >80% and <= 85%	12% for LTVs >80% and <= 85%										
<p><b>HOMEBUYER EDUCATION</b></p>	<p>Required if all borrowers are first-time homebuyers, at least one borrower must complete pre-purchase homebuyer education and counseling. The following courses listed are acceptable:</p> <ul style="list-style-type: none"> <li>• <a href="#">REI Homebuyer Education</a> through EHome America, please click on the following link to take the online course. The cost is \$99.00.</li> <li>• <a href="#">Freddie Mac's CreditSmart®</a></li> <li>• <a href="#">Fannie Mae's HomeView™ Homeownership Course</a></li> <li>• <a href="#">HUD approved counseling agency</a></li> <li>• Homeownership education programs developed by mortgage insurance companies or other providers' programs that <b>meet the standards for Homeownership Education and Counseling set by HUD or the National Industry Standards for Homeownership Education and Counseling</b></li> </ul> <p><b>Lender must retain a copy of the certificate of course or counseling completion in the loan file.</b></p>										

**REI Down Payment Assistance - REI Home100 Program Term Sheet**

**PRICING**

In addition to the standard fees normally charged to the borrower (i.e. Appraisal Fee, Credit Report Fee, Flood Certification, Freight, Underwriting, Document Preparation, etc.) the following fees may also be included. If this list includes a standard fee, the amount listed below should be used. Standard fees should be itemized separately on the Closing Disclosure.

**\*\*\*\*No loan level price adjustments (LLP) and no adverse market delivery fee.\*\*\*\***

<b>Type</b>	<b>Amount</b>	<b>Service Provider</b>
Loan Origination Fee - First Mortgage	Usual and customary	Lender
Mortgage Company Compensation a/k/a Service Release Premium (SRP)	<b>Option 1A- Gift - 1.5%</b> <b>Option 1B - Gift - 2.5%</b> <b>Option 2 - Amortizing 2<sup>nd</sup> Mortgage - 2.5%</b>	Lender
Investor Funding Fee – First Mortgage	\$400.00	Lender
Investor Tax Service Fee – First Mortgage	\$84.00	Lender
Code Compliance Fee – First Mortgage	\$185.00 – Paid at closing	Hilltop Securities Attn: Sharon Gonzales 717 Harwood Street, Suite 3400 Dallas, TX 75201

**LOAN PURCHASE AND SERVICING**

**FIRST MORTGAGE:**

- U.S. Bank will purchase the first mortgage loan at a rate and price reflected on the Mortgage Commitment confirmation, less any fees, plus the applicable Mortgage Company Compensation a/k/a Service Release Premium.
- All 1st Mortgage and Amortizing 2nd loans will be sold to U.S. Bank
- Lender will be required to register and assign the First Mortgages using MERS to U.S. Bank.
- Amortizing 2<sup>nd</sup> Mortgage loan files will be sent to US Bank. US Bank will purchase the Amortizing 2<sup>nd</sup> mortgage funded by lender from the lender when the 1<sup>st</sup> Mortgage is purchased.
- Fannie Mae Forgivable 2<sup>nd</sup> loans will be delivered to US Bank (REI funds Gifts and Fannie Mae Forgivable 2<sup>nd</sup> Mortgages at closing. US Bank will not reimburse the lender when the 1<sup>st</sup> Mortgage is purchased for these loan types.)
- 1<sup>st</sup> & 2<sup>nd</sup> loans will be sent to U.S. Bank as follows

<p><b><u>1<sup>st</sup> &amp; 2<sup>nd</sup> Loan Files</u></b>  <i>Delivered on-line through US Bank's Online Portal.</i>   <a href="mailto:hfa_programs@usbank.com">hfa_programs@usbank.com</a> (800)562-5165 Option 2</p>	<p><b><u>1<sup>st</sup> &amp; 2<sup>nd</sup> Collateral Packages</u></b>                      US Bank Home Mortgage                      Attn: HFA Note Vault, 6th Floor                      9380 Excelsior Blvd.                      Hopkins, MN 55343</p>
--	---

**In the event a loan is not purchased and/or securitized by U.S. Bank and loan reservation is canceled, the Lender must reimburse REI for the down payment assistance GIFT or FORGIVABLE 2<sup>ND</sup> Mortgage funds REI provided at loan closing. In such cases, REI Down Payment Assistance will notify the Lender and the Lender will have 15 days to remit the funds owed to REI Down Payment Assistance.**

**In addition, REI will assign the Amortizing 2<sup>nd</sup> mortgages to the lender if the first mortgage loan is not purchased and/or securitized for any reason.**

APPROVAL PROCESS,  
FUNDING & CLOSING

*This page is a general outline of the process. The checklist noted for each section is downloaded from the portal and will inform the lender what documents are applicable for each individual loan type. Please refer to that document during the loan process.*

**Pre-Closing Compliance/Initial Approval Stage**

*Complete/Upload the following (All Programs):*

- Pre-Closing Checklist
- Loan Application
- Purchase Contract
- Homebuyer Education Certificate, if applicable.
- Loan Estimate (if applicable)
- Preliminary Underwriter Transmittal Summary Form (does not have to be signed)

**Option 2 – Amortizing 2nd:**

- 2<sup>nd</sup> Mortgage Loan Estimate

**DPA Funding Request Stage (must be completed prior to closing)**

- ❖ **REI will table fund the GIFT & FORGIVABLE 2<sup>ND</sup> MORTGAGE funds at closing.**
- ❖ **Lender will fund the AMORTIZING 2<sup>ND</sup> MORTGAGE loan funds, if applicable, at closing.**

*Complete/Upload the following (All Programs):*

- Funding Checklist
- Funding Request Form
- Commitment Letter
- Notice of Down Payment Assistance Grant (Gift Letter), if applicable
- Borrower's Acknowledgement Form, if applicable
- Wiring Instructions
- Final Closing Disclosure 1<sup>st</sup> Mortgage
- Final **Signed** Underwriter Transmittal Summary Form

**Option 2 – Amortizing 2nd:**

- 2<sup>nd</sup> Mortgage Borrower's Acknowledgment Form
- Completed 2<sup>nd</sup> Note & Mortgage
- Final Closing Disclosures 2<sup>nd</sup> Mortgage

**Post-Closing Compliance/Documentation**

The first mortgage loan will **not** be purchased by US Bank until the Post-Closing documents have been uploaded, reviewed, and cleared by Hilltop Securities.

Complete/Upload the following:

- Post-Closing Checklist
- Final executed Closing Disclosure 1<sup>st</sup> Mortgage
- Final executed 1003
- Final executed Gift Letter, if applicable
- Final Executed Borrowers Acknowledgement Form, if applicable
- Final Executed 2<sup>nd</sup> Note & Mortgage, if applicable
- Final Executed 2<sup>nd</sup> Mortgage Closing Disclosure, if applicable
- ACH payment to Hilltop Securities for \$185.00 is required to be sent through ACH HilltopPay application

If you have additional questions, please contact Dena Sherrill or Jeremy Layman at 1-800-658-2823 or by email [dsherrill@reiok.org](mailto:dsherrill@reiok.org) or [jlayman@reiok.org](mailto:jlayman@reiok.org).

**Exhibit A - Income Limits for Conventional Loans <=80% AMI**

<b>Fannie Mae &amp; Freddie Mac</b>			
County	Income Limit	County	Income Limit
Adair	\$55,200	Le Flore	\$55,200
Alfalfa	\$76,080	Lincoln	\$71,280
Atoka	\$55,200	Logan	\$71,280
Beaver	\$60,000	Love	\$60,240
Beckham	\$63,760	Major	\$66,640
Blaine	\$60,000	Marshall	\$55,200
Bryan	\$55,760	Mayes	\$58,480
Caddo	\$55,680	McClain	\$71,280
Canadian	\$71,280	McCurtain	\$55,200
Carter	\$61,360	McIntosh	\$55,200
Cherokee	\$56,160	Murray	\$62,320
Choctaw	\$55,200	Muskogee	\$57,920
Cimarron	\$59,840	Noble	\$67,120
Cleveland	\$71,280	Nowata	\$55,200
Coal	\$55,200	Okfuskee	\$55,200
Comanche	\$56,960	Oklahoma	\$71,280
Cotton	\$56,960	Okmulgee	\$68,240
Craig	\$55,200	Osage	\$68,240
Creek	\$68,240	Ottawa	\$55,200
Custer	\$66,880	Pawnee	\$68,240
Delaware	\$56,400	Payne	\$61,760
Dewey	\$60,720	Pittsburg	\$56,880
Ellis	\$63,200	Pontotoc	\$63,440
Garfield	\$53,200	Pottawatomie	\$55,200
Garvin	\$55,200	Pushmataha	\$55,200
Grady	\$71,280	Roger Mills	\$57,760
Grant	\$67,280	Rogers	\$68,240
Greer	\$55,200	Seminole	\$55,200
Harmon	\$55,200	Sequoyah	\$53,360
Harper	\$59,360	Stephens	\$60,160
Haskell	\$55,200	Texas	\$59,920
Hughes	\$55,200	Tillman	\$55,200
Jackson	\$64,560	Tulsa	\$68,240
Jefferson	\$55,200	Wagoner	\$68,240
Johnston	\$55,200	Washington	\$66,000
Kay	\$55,760	Washita	\$59,280
Kingfisher	\$62,400	Woods	\$68,400
Kiowa	\$55,200	Woodward	\$60,720
Latimer	\$55,200		

**Exhibit B - Income Limits for Conventional Loans >80% AMI**

<b>Fannie Mae &amp; Freddie Mac</b>			
County	Income Limit	County	Income Limit
Adair	\$120,150	Le Flore	\$120,150
Alfalfa	\$142,650	Lincoln	\$120,150
Atoka	\$120,150	Logan	\$134,250
Beaver	\$120,150	Love	\$120,150
Beckham	\$120,150	Major	\$124,950
Blaine	\$120,150	Marshall	\$120,150
Bryan	\$120,150	Mayes	\$120,150
Caddo	\$120,150	McClain	\$134,250
Canadian	\$134,250	McCurtain	\$120,150
Carter	\$120,150	McIntosh	\$120,150
Cherokee	\$120,150	Murray	\$120,150
Choctaw	\$120,150	Muskogee	\$120,150
Cimarron	\$120,150	Noble	\$125,850
Cleveland	\$134,250	Nowata	\$120,150
Coal	\$120,150	Okfuskee	\$120,150
Comanche	\$120,150	Oklahoma	\$134,250
Cotton	\$124,200	Okmulgee	\$120,150
Craig	\$120,150	Osage	\$129,900
Creek	\$129,900	Ottawa	\$120,150
Custer	\$125,400	Pawnee	\$120,150
Delaware	\$120,150	Payne	\$120,150
Dewey	\$120,150	Pittsburg	\$120,150
Ellis	\$120,150	Pontotoc	\$120,150
Garfield	\$126,000	Pottawatomie	\$120,150
Garvin	\$120,150	Pushmataha	\$120,150
Grady	\$137,250	Roger Mills	\$120,150
Grant	\$126,150	Rogers	\$129,900
Greer	\$120,150	Seminole	\$120,150
Harmon	\$120,150	Sequoyah	\$120,150
Harper	\$120,150	Stephens	\$120,150
Haskell	\$120,150	Texas	\$120,150
Hughes	\$120,150	Tillman	\$120,150
Jackson	\$121,050	Tulsa	\$129,900
Jefferson	\$120,150	Wagoner	\$129,900
Johnston	\$120,150	Washington	\$123,750
Kay	\$120,150	Washita	\$120,150
Kingfisher	\$120,150	Woods	\$128,250
Kiowa	\$120,150	Woodward	\$120,150
Latimer	\$120,150		