

FANNIE MAE HOMEReady PROGRAM¹

PURCHASE				LIMITED CASH-OUT REFINANCE (LCOR)			
Occupancy	Units	LTV/CLTV/HCLTV ^{5,6}	FICO	Occupancy	Units	LTV/CLTV/HCLTV ^{5,6}	FICO
Primary	1	97% / 97% ^{2,3,4}	Determined by DU	Primary	1	97% ^{2,3,4}	Determined by DU
	2 - 4	95% ⁷			2 - 4	95% ⁷	
Manufactured Homes							
Primary	1	95%	Determined by DU	Primary	1	95%	Determined by DU
MH Advantage							
Primary	1	97%	Determined by DU	Primary	1	97%	Determined by DU

Reference:

- Standard Conforming and High Balance Loan Limits apply. Refer to the [Fannie Mae Loan Limits](#)
- CLTV ratios may exceed the limits stated above up to 105% if the subordinate lien is a Community Seconds transaction. See Fannie Mae HomeReady Program Guidelines for complete details
- Transactions with non-occupant borrowers permitted to be a maximum 95% LTV
- LTV > 95% subject to additional requirements, including Refinance must pay off a Fannie Mae owned loan. See Fannie Mae HomeReady Program Guidelines for complete details
- High Balance LTV/CLTV/HCLTV permitted to a maximum of 95%
- Maximum 95% LTV/CLTV when sweat equity is utilized
- High Balance loan amounts limited to:
 - 2 unit- 85% LTV/CLTV
 - 3-4 unit- 75% LTV/CLTV

2026 Conforming and High Balance Loan Limits

	Contiguous States, District of Columbia and Puerto Rico		Alaska ² and Hawaii	Hawaii
Units	Conforming Loan Limit	High Cost "High Balance" Loan Limit ¹	Conforming Loan Limit	High Cost "High Balance" Loan Limit ³
1	\$832,750	\$1,249,125	\$1,249,125	\$1,299,500
2	\$1,066,250	\$1,599,375	\$1,599,375	\$1,633,600
3	\$1,288,800	\$1,933,200	\$1,933,200	\$2,010,950
4	\$1,601,750	\$2,402,625	\$2,402,625	\$2,499,100

Reference:

- Actual conforming Loan Limit values for specific counties in designated High-Cost Areas, as determined by FHFA, may be lower than the loan limits above and can be found by visiting the FHFA conforming loan limit values webpage.
- Alaska does not have any high-cost areas in 2026.
- Two counties in Hawaii (Maui and Kalawao) are high-cost areas in 2026.

This matrix is only a guide and does not represent full underwriting guidelines. Additional requirements may apply. Refer to the Fannie Mae HomeReady Program Guidelines for any item not addressed by this matrix.

All Planet overlays are notated in bold, light blue text and footnote “O”.

Product Terms	- Fixed Rate: 10, 15, 20, 30-year term - ARM: 5/6, 7/6, and 10/6 SOFR (Secured Overnight Financing Rate) index - Caps: 5/6 Caps are 2/1/5 7/6 & 10/6 Caps are 5/1/5 - Margin: 3.00 - Qualification: 5/6 ARMs are qualified at the greater of: Note rate plus 2%; or the fully indexed rate 7/6 and 10/6 ARMs are qualified at the note rate
AUS	DU “Approve/Eligible” results required. Manual underwriting is ineligible.
Community Seconds	Acceptable to the LTV/CLTV/HCLTV stated. The CLTV ratios may exceed the limits stated above up to 105%
Down Payment	- Gift funds, grants, and Community Seconds are acceptable for down payment and closing costs, per Fannie Mae Selling Guide B3-4.3 - Cash-on-hand is an acceptable source of funds for the borrower’s down payment, funds for closing cost and prepaid items on purchase money transactions for 1-unit properties - Cash-on-hand may not be used to fund the borrower’s reserve requirement, if applicable - The funds must be verified and documented - Sweat equity is an acceptable source of down payment for a HomeReady transaction
Income Limits	- DU will determine income eligibility. - Total qualifying income must be ≤ 80% of area median income (AMI) for the subject property location - Use Fannie Mae AMI Lookup Tool or DU to confirm eligibility - VLIP LLPA Credit – \$2,500 - See guidelines for timeline requirements. - Available for purchase loans with qualifying income ≤ 50% AMI - Must be a HomeReady loan with “Approve/Eligible” DU findings DU Manual underwriting is not permitted - At least one borrower must be a first-time homebuyer - Credit must be applied to down payment and/or closing costs (can satisfy minimum contribution per HomeReady rules) - Must include Special Feature Codes SFC 900 (HomeReady) and SFC 884 (VLIP Credit)
Homeownership Education	- All purchase transactions require at least one borrower to complete a homeownership education course prior to note date. - Fannie Mae permits any qualified third-party provider, independent of the lender, to administer homeownership education. - The provider’s content must be aligned with NIS or HUD standards. - SFC 184 is required for the \$500 LLPA credit to take place. - See Fannie Mae HomeReady Program Guidelines for complete details.
Manufactured Home	DU Fixed Rate only, ARMs are not permitted. - Eligible properties: 1-unit - Primary multi-wide dwelling (DU singlewide is ineligible) - PUDs - Existing or new construction - REO/HUD REOs 5% Down payment required unless LTV/CLTV is ≤ 80%.

This matrix is only a guide and does not represent full underwriting guidelines. Additional requirements may apply

Refer to the Fannie Mae HomeReady Program Guidelines for any item not addressed by this matrix

All Planet overlays are notated in bold, light blue text and footnote “O”

Manufactured Home- MH Advantage	◦ Fixed Rate only, ARMs are not permitted - MH Advantage is designed to meet certain construction, architectural design, and energy efficiency standards that are more consistent with site- built homes
Mortgage Insurance	Standard MI coverage for LTV's < 90%; 25% coverage for LTV 90.01%-97%
Non-Occupant Borrower(s)	- Permitted to a maximum of 95% LTV - No limitation on ownership of other properties - The non-occupant borrower's income must be considered as part of the qualifying income and must be included in the income limit calculation
Occupancy	Primary residence only
Requirements for HomeReady Transactions with LTV, CLTV, or HCLTV Ratios of 95.01- 97%	- Transaction Type: Purchase or limited cash-out refinance only - Loan Type: Fixed-rate; 30-year max; ARMs and high-balance not permitted - Occupancy: 1-unit primary residence; all borrowers must occupy - Manufactured Homes: Only eligible if MH Advantage - Refinance Ownership: Existing loan must be Fannie Mae-owned; must be disclosed in DU - Underwriting: DU “Approve/Eligible” required; manual UW not allowed - Reserves: Per DU - Other: All standard HomeReady and transaction guidelines apply
Reserves	Per DU
Temporary Buydown	2-1 and 1-0 buydowns allowed ◦ 3-2-1 and ◦ 1-1 ineligible ◦ Fixed rate only - Purchase transactions for primary residence only ◦ AUS approval required - See guidelines for additional information.