

FHA 203(k) Limited Conforming & High Balance

PURCHASE					RATE/TERM REFINANCE					CASH-OUT REFINANCE
Occupancy	Units	FICO	Loan Amount ¹	LTV/CLTV	Occupancy	Units	FICO	Loan Amount ¹	LTV/CLTV	LTV/CLTV
Primary	1-4	Per AUS	FHA Loan Limits ²	96.50% ³ / 110%	Primary	1-4	Per AUS	FHA Loan Limit ²	97.75% / 110%	N/A

Footnote:

1. Minimum loan amount ^o \$40,000.
2. Refer to for [FHA Mortgage Limits](#) by County.
3. LTV can exceed 96.50 if borrower is qualified for Sales Incentive for \$100 Down on HUD REO.

This matrix is only a guide and does not represent full underwriting guidelines. Additional Requirements may apply. Refer to the FHA 203(k) Limited Guidelines for any item not addressed by this matrix. All Planet overlays are notated in green, bold text and footnote "O" .	
Appraisals	Purchase transactions require one value: After- Improved. HUD assumes the purchase price is the As-Is value and does not require an As-Is value on the appraisal. Refinance transactions may require two appraisals to establish the As-Is and After-Improved value. Refer to 4000.1 for details.
AUS	All loans must be submitted to FHA Total Scorecard through DU or LPA. Please note that ARM products may only be submitted through DU. Manual Underwriting is permitted. All loans must be QM / Safe Harbor eligible.
CLTV/Secondary Financing	Maximum 110% CLTV allowed on all subordinate financing transactions.
Credit Score	Per TOTAL Scorecard Findings.
DTI	Per TOTAL Scorecard Findings.
Fees and Charges	Supplemental origination fee greater of \$350 or 1.5% of the total of the repairs, improvement costs, and fees, Contingency Reserves, and 203(k) Consultant Fee. Cost and Fees that may not be financed are as follows: Mortgage Payment Reserves, Architectural/engineering professional fees, and Feasibility Study.
Hazard Insurance	Hazard insurance must be in place for the After-Improved value of the property at the time of loan closing.
Identity /Conflict of Interest	Permitted on sales transactions between family members and tenants/landlords that meet the requirements for the exception to the maximum LTV.
Improvements	Per HUD Handbook 4000.1.
Inspections and Draw Disbursements	A maximum of 2 draws/disbursement allowed. Draws disbursed by Seller must be fully documented per HUD Handbook 4000.1.
Products	Fixed Rate: 30-year only ARM: 3/1 and 5/1; 1-Year CMT; Caps: 1/1/5; Margin/Floor: 2.00; Qualified at Note rate
Program Parameters	Maximum \$75,000.00 total rehabilitation escrow based on the After-Improved value. All work must be completed by a licensed contractor; self-help ineligible.
Properties Eligible	Manufactured /mobile homes titled as real property; REO properties (Property condition report required. Sales contract or addendum must indicate the property is eligible for 203(k) financing). Refer to the Planet Seller Guide for additional eligible properties.
Property Flips	Mortgage must be based on the lowest sales price in the previous year. As-is appraisal is required.
Rehabilitation Escrow Account	A minimum contingency of 10% is required on all 203(k) loans with 15% being required if utilities are not operable and cannot be tested and can be increased to a maximum of 20% as recommended by the 203(k) consultants, and/or by the Direct Endorsement Underwriter. Any unused financed contingency will be applied to the unpaid principal balance upon occupancy or completion of the project.
Rehabilitation Time Frame	Transactions where the work will require ≤ 9 months to complete.
Temporary Buydown	^o Not Permitted