



HomeOwnership Announcement

August 14, 2020

Adverse Market Refinance LLPA

On August 12th, the GSE's announced an Adverse Market LLPA of -0.50 on refinance transactions. Masshousing will be applying the -0.50 LLPA on refinance transactions effective with loans locked on or after Monday, August 17th for our MHM CONV product only. For MHM CONV refinance loans locked prior to August 17th, MassHousing will provide pipeline protection and will not assess the *Adverse Market Refinance* LLPA.

[Read the Fannie Mae Announcement](#)

[Read the Freddie Mac Announcement](#)

We would like to remind our lenders of their responsibility to manage their locked pipeline. Per our Seller Guide Section 4.3.1 and Section 7.6, rate lock extensions beyond 30 days or locks on closed loans with outstanding defects greater than 30 days may be subject to re-price and may be subject to the *Adverse Market Refinance* LLPA.

Please contact us at LockDesk@masshousing.com or your Relationship Manager for assistance.



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