Correspondent Announcement

Guideline Updates:

Correspondent Seller's Guide and Closed End Second Updates

Correspondent Seller's Guide

The following is effective for all loans.

Correspondent Seller's Guide	
Topic	**New Requirement**
Prepayment Penalties in Maryland	For all loans with a Prepayment Penalty in the State of Maryland, the following verbiage will be required on the Note: **THIS LOAN IS MADE PURSUANT TO TITLE 12, SUBTITLE 10 OF THE MARYLAND COMMERCIAL LAW ARTICLE FOR CREDIT GRANTOR CLOSED-END CREDIT**

Closed End Second Mortgage Update

The following update is effective for loans registered on or after August 1, 2026.

Closed End Second Mortgage		
Topic	**Previous Guideline**	**New Guideline**
Condo Review Process	• Condo (Fannie Mae warrantable)	• Condo (Fannie Mae warrantable, **Full Review required**)

Borrower Eligibility	Eligible Borrowers:
	• US Citizens
	• Must have a valid SSN
	• Permanent Residents
	• Non-Permanent Residents:
	  o Primary Residence Only
	  o 2-year US employment history
		Eligible Borrowers:
		• US Citizens
		• Must have a valid SSN
		• Permanent Residents
		• Non-Permanent Residents:
		  o Primary Residence Only
		  o 2-year US employment history
		• **Properties vested in Revocable Trust (Follow Fannie Mae)**