

The following are not eligible for mortgage insurance:

- **Loans with EA-III recommendation from Desktop Underwriter®**
- Cash-out refinances
- Limited documentation
- Investment properties
- Loans with credit scores less than 620
- Potential negative amortization mortgages
- Option Payment mortgages
- **Condominiums in the following Florida MSA/MSADs are not eligible:**
 - **Deltona-Daytona Beach-Ormond Beach, FL**
 - **Fort Lauderdale-Pompano Beach-Deerfield Beach, FL (MSAD)**
 - **Miami-Miami Beach-Kendall, FL (MSAD)**
 - **Naples-Marco Island, FL**
 - **Pensacola-Ferry Pass-Brent, FL**
 - **West Palm Beach-Boca Raton-Boynton Beach, FL (MSAD)**

LEVEL 1

For properties in the following states, MSA/MSADs, or non-MSA areas:

- 1-unit primary residence purchase or rate/term refinances (except manufactured homes and co-ops) are eligible for insurance up to **95%** LTV.

State

None

State	MSA Code	MSA/MSAD Name	County
FL	27260	Jacksonville, FL	Baker, Clay, Duval, Nassau, St. Johns
IN	45460	Terre Haute, IN	Clay, Sullivan, Vermillion, Vigo
MA	12700	Barnstable Town, MA	Barnstable
MI	12980	Battle Creek, MI	Calhoun
MI	13020	Bay City, MI	Bay
MI	24340	Grand Rapids-Wyoming, MI	Barry, Ionia, Kent, Newaygo
MI	26100	Holland-Grand Haven, MI	Ottawa
MI	28020	Kalamazoo-Portage, MI	Kalamazoo, Van Buren
MI	29620	Lansing-East Lansing, MI	Clinton, Eaton, Ingham
MI	34740	Muskegon-Norton Shores, MI	Muskegon
MI	35660	Niles-Benton Harbor, MI	Berrien
MS	25060	Gulfport-Biloxi, MS	Hancock, Harrison, Stone
OH	44220	Springfield, OH	Clark
SC	34820	Myrtle Beach-Conway-North Myrtle Beach, SC	Horry

LEVEL 2

For properties in the following states, MSA/MSADs, or non-MSA areas:

- The LTV ratio must be reduced five percentage points (5%) below the maximum financing allowed for the selected program or product, not to exceed **90%** LTV.

State

California

State	MSA Code	MSA/MSAD Name	County
AZ	38060	Phoenix-Mesa-Scottsdale, AZ	Maricopa, Pinal
AZ	39140	Prescott, AZ	Yavapai
AZ	29420	Lake Havasu City-Kingman, AZ	Mohave
AZ	49740	Yuma, AZ	Yuma

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DISTRESSED MARKETS LIST

(Updates shown in bold are effective 6/1/08)

LEVEL 2 (continued from page 1)

State	MSA Code	MSA/MSAD Name	County
DC	47894	Washington-Arlington-Alexandria, DC-VA-MD-WV (MSAD)	District of Columbia; Virginia Counties/Cities - Arlington, Clarke, Fairfax, Fauquier, Loudon, Prince William, Spotsylvania, Stafford, Warren, Alexandria (city), Fairfax (city), Falls Church (city), Fredericksburg (city), Manassas (city), Manassas Park (city); Maryland Counties - Calvert, Charles, Prince George's; West Virginia County - Jefferson
FL	14600	Bradenton-Sarasota-Venice, FL*	Manatee, Sarasota
FL	15980	Cape Coral, FL	Lee
FL	19660	Deltona-Daytona Beach-Ormond Beach, FL	Volusia
FL	22744	Fort Lauderdale-Pompano Beach-Deerfield, FL (MSAD)	Broward
FL	23020	Fort Walton Beach-Crestview-Destin, FL	Okaloosa
FL	29460	Lakeland, FL	Polk
FL	33124	Miami-Miami Beach-Kendall, FL (MSAD)	Miami-Dade
FL	34940	Naples-Marco Island, FL	Collier
FL	36100	Ocala, FL	Marion
FL	36740	Orlando-Kissimmee, FL	Lake, Orange, Osceola, Seminole
FL	37340	Palm Bay-Melbourne-Titusville, FL	Brevard
FL	37380	Palm Coast, FL	Flagler
FL	37460	Panama City-Lynn Haven, FL	Bay
FL	37860	Pensacola-Ferry Pass-Brent, FL	Escambia, Santa Rosa
FL	38940	Port St. Lucie, FL	Martin, St. Lucie
FL	39460	Punta Gorda, FL	Charlotte
FL	42680	Sebastian-Vero Beach, FL	Indian River
FL	45300	Tampa-St. Petersburg-Clearwater, FL	Hernando, Hillsborough, Pasco, Pinellas
FL	48424	West Palm Beach-Boca Raton-Boynton Beach, FL (MSAD)	Palm Beach
FL	99999	Non-MSA Areas, FL	Bradford, Calhoun, Citrus, Columbia, DeSoto, Dixie, Franklin, Glades, Gulf, Hamilton, Hardee, Hendry, Highlands, Holmes, Jackson, Lafayette, Levy, Liberty, Madison, Monroe, Okeechobee, Putnam, Sumter, Suwannee, Taylor, Union, Walton, Washington
MI	11460	Ann Arbor, MI	Washtenaw
MI	19804	Detroit-Livonia-Dearborn, MI (MSAD)	Wayne
MI	22420	Flint, MI	Genesee
MI	27100	Jackson, MI	Jackson
MI	33780	Monroe, MI	Monroe
MI	40980	Saginaw-Saginaw Township North, MI	Saginaw
MI	47644	Warren-Troy-Farmington, MI (MSAD)	Lapeer, Livingston, Macomb, Oakland, St. Clair
NJ	12100	Atlantic City, NJ	Atlantic
NJ	36140	Ocean City, NJ	Cape May
NV	16180	Carson City, NV	Carson City
NV	29820	Las Vegas-Paradise, NV	Clark
NV	39900	Reno-Sparks, NV	Storey, Washoe
OH	41780	Sandusky, OH	Erie
OR	13460	Bend, OR	Deschutes
RI-MA	39300	Providence-New Bedford-Fall River, RI-MA	Rhode Island Counties - Bristol, Kent, Newport, Providence, Washington; Massachusetts County - Bristol
VA-WV	49020	Winchester, VA-WV	Virginia Counties/Cities - Frederick County and Winchester (city); West Virginia County - Hampshire

*Prior MSA number/name were # 42260/Sarasota-Bradenton-Venice, FL; Change effective 1/17/2008 per Board of Governors-Federal Reserve System