



UW Guideline Changes and Quarterly Distressed Markets Policy Update

PMI is introducing two new underwriting guideline changes, and this announcement also provides our quarterly Distressed Markets Policy update, as follows:

Eligibility and Underwriting Guideline Changes

Investment Properties -- Effective August 15, 2008

All loans, including those submitted through DU[®] v7.0, must meet these two additional criteria:

- Purchase transactions only; Rate/Term Refinance no longer eligible
- Minimum 720 credit score required

Primary Residence Conversion to Second Home or Investment Property -- Effective September 1, 2008

This is a new policy for borrowers who are purchasing a new primary residence and will be converting their current residence to a second home or investment property. Please view the complete [Owner Conversion Policy](#).

Distressed Markets Policy Updates -- Effective September 1, 2008

The following Florida MSA/MSAD has been added to the Distressed Markets List:

- Gainesville, FL (Level 1 Eligible)

Condominiums located in the following Florida MSA/MSADs are no longer eligible for mortgage insurance:

- Bradenton-Sarasota-Venice, FL
- Orlando-Kissimmee, FL

The Distressed Markets Policy has been updated to include clarification for lender independent research, and the Distressed Markets List has been reformatted. To view, please click on the links below:

[Distressed Markets Policy](#)

[Distressed Markets List](#)

We are committed to achieving affordable, responsible and sustainable homeownership in all the communities we serve, and we appreciate the opportunity to work with you to achieve this goal. If you have any questions please contact your PMI representative or call **800.966.4PMI (4764)**.