



**SUBJECT: A-Minus & Expanded Criteria Guideline Changes Effective 3/10/08**

As part of our continuing efforts to support our customers' ability to facilitate sustainable homeownership and adapt to recent and anticipated trends in the mortgage market, PMI is making guideline changes regarding the A-Minus & Expanded Criteria rates for mortgage insurance *effective March 10, 2008*:

- Any loan with a FICO score less than 620 is no longer eligible; this includes A-Minus (FICO® scores 575 to 619) & Expanded Criteria loans.
- Any loan with the following Desktop Underwriter® (DU®) or Loan Prospector® (LP) recommendations are no longer eligible, regardless of FICO score:
  - DU - EA I, EA II, EA III, Refer with Caution, Refer with Caution IV
  - LP - Caution, Caution 500 Offering A-Minus Eligible
- The A-Minus & Expanded Criteria rate sheet will be removed from PMI's systems and the pmi-us website on March 10, 2008.

Please note: when loans are processed through DU or LP, PMI requires that the recommendation be disclosed in the Risk Classification or DU/LP recommendation fields, even though these fields are not currently mandatory. Inaccurate or incorrect information could result in the mortgage insurance being cancelled or rescinded.

PMI is committed to achieving affordable, responsible and sustainable homeownership in all of the communities we serve, and we appreciate the opportunity to work with you to achieve this goal.