



Bulletin 02-2011

March 24, 2011

Bulletin 02-2011 Notice regarding Hardest Hit Fund Transition Assistance and Borrower Participation

This bulletin serves as notification of PMI's position on including borrower transition assistance funds in the determination of borrower participation when evaluating a pre-foreclosure sale or deed-in-lieu.

Any government or investor funds provided for borrower transition assistance to facilitate non-foreclosure resolutions, such as pre-foreclosure sales or deeds-in-lieu of foreclosure, will be excluded from the evaluation and determination of Borrower ability to contribute towards the loss in the form of cash and/or a promissory note. Notwithstanding this exclusion of transition assistance funds from the evaluation of Borrower ability to contribute towards the loss, PMI may require as a condition of approval of the workout, under the terms of the applicable Master Policy and the Delegated Servicer Program, that Borrowers with the financial ability to do so contribute towards the loss in the form of cash and/or a promissory note in favor of PMI.

For additional information or questions, please contact PMI's Loss Mitigation Department at 800.685.4764 or loss.mitigation@pmigroup.com.