



Announcement 17-06

Date: February 23, 2017

Topic: Update to FHA DTI Overlay

In PennyMac's continuing effort to ensure guidelines support current lending conditions, effective Tuesday, February 28, 2017, PennyMac is updating the FHA loan DTI overlay for Mandatory and Best Effort deliveries.

Best Effort Deliveries

- DTI \leq 50%: Follow program credit score and LTV/CLTV maximums
- DTI > 50%:
 - Credit score must be \geq 640, or
 - LTV is 5% below the maximum

Mandatory Deliveries

- DTI \leq 50%: Follow program credit score and LTV/CLTV maximums
- DTI > 50%:
 - Credit score must be \geq 680, or
 - LTV is 5% below the maximum

Please contact your Sales Representative with any questions.