



Announcement 17-56

Date: November 21, 2017

Topic: Update to FHA DTI Overlay

Previously, PennyMac's DTI requirements for FHA loans were determined by delivery type. For BE deliveries, DTI over 50% required a minimum 640 or LTV 5% below the maximum. For Mandatory deliveries, DTI over 50% required a minimum 680 or LTV 5% below the maximum.

Effective immediately, for FHA loans regardless of delivery type, the maximum DTI is:

- 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

Please contact your Sales Representative with any questions.