

Announcement

Announcement # 22.10

Date: February 3, 2022

Topic: Agency Second Home and High Balance LLPA Changes

Effective **Monday, February 7, 2022**, Pennymac is updating our Conventional LLPAs for Best Effort commitments 30 days and longer, as follows:

- Update Second Home <45 Day Lock LLPA to Second Home <30 Day Lock and Second Home >= 45 Day Lock LLPA to Second Home >= 30 Day Lock

LLPAs by Product Feature								
Product Feature	LTV Range							
	<= 60.00%	60.01 - 70.00%	70.01 - 75.00%	75.01 - 80.00%	80.01 - 85.00%	85.01 - 90.00%	90.01 - 95.00%	95.01 - 97.00%
Second Home < 30 Day Lock	0.000	0.000	0.000	0.000	0.000	-0.250	-0.250	-0.250
Second Home >= 30 Day Lock	-1.125	-1.625	-2.125	-3.375	-4.125	-4.125	-4.125	-4.125

- Update High Balance Mortgage Loans <45 Day Lock Periods Grid to High Balance Mortgage Loans <30 Day Lock Periods and High Balance Mortgage Loans >=45 Day Lock Periods Grid to High Balance Mortgage Loans >= 30 Day Lock Periods

High Balance Mortgage Loans < 30 Day Lock Periods								
	CLTV Range							
	<= 60.00%	60.01 - 70.00%	70.01 - 75.00%	75.01 - 80.00%	80.01 - 85.00%	85.01 - 90.00%	90.01 - 95.00%	95.01 - 97.00%
High Balance Purch & Rate/Term	-0.250	-0.250	-0.250	-0.250	-0.250	-0.250	-0.250	n/a
High Balance Cash Out	-1.000	-1.000	-1.000	-1.000	n/a	n/a	n/a	n/a
High Balance ARM	-0.750	-0.750	-0.750	-1.500	-1.500	-1.500	-1.750	n/a

High Balance Mortgage Loans >= 30 Day Lock Periods								
	CLTV Range							
	<= 60.00%	60.01 - 70.00%	70.01 - 75.00%	75.01 - 80.00%	80.01 - 85.00%	85.01 - 90.00%	90.01 - 95.00%	95.01 - 97.00%
High Balance Purch & Rate/Term	-0.500	-0.750	-0.750	-1.000	-1.000	-1.000	-1.000	n/a
High Balance Cash Out	-1.250	-1.500	-1.500	-1.750	n/a	n/a	n/a	n/a
High Balance ARM	-0.750	-0.750	-0.750	-1.500	-1.500	-1.500	-1.750	n/a

Lock extensions and relocks will be subject to the new LLPAs if the loan is delivered after March 7, 2022 and purchased after March 17, 2022, and the new fee was not included previously. The LLPA may not be reflected in the price until after the lock extension or relock has been completed.

Please contact your Sales Representative with any questions.