



Announcement

Announcement # 20-69

Date: October 28, 2020

Topic: Adverse Market Refinance Fee Update

The Federal Housing Finance Agency (FHFA) announced a delay to the implementation date of the Adverse Market Refinance Fee until December 1, 2020. Exempt from the fee are HomeReady, Home Possible, Fannie Mae Single Close with Special Feature Code 151, and refinance transactions with loan balances less than or equal to \$125,000. In order to align with FHFA's announcement, PennyMac will be including the fee as follows:

For Bulk and Bulk-AOT:

Lock Period	Effective Date for Refinance LLPA
1 day	November 12, 2020
2 days	November 10, 2020
3 to 7 days	November 9, 2020
8 to 11 days	November 2, 2020
12 to 16 days	October 29, 2020
17 days and longer	October 26, 2020

For Best Efforts:

Lock Period	Effective Date for Refinance LLPA
75 days	August 31, 2020
60 days	September 11, 2020



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45 days	September 25, 2020
30 days	October 9, 2020
15 days and less	October 26, 2020

- Best Effort lock extensions and relocks will be subject to the new Adverse Market Refinance Fee if the loan is delivered after November 9, 2020 and purchased after November 20, 2020, and the fee was not included previously. The 50 basis point fee 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.