

Announcement # 22-15

Date: February 14, 2022

## Agency Second Home and High Balance LLPA Changes

Effective Friday, February 18, 2022, Pennymac is removing the lock term specific Conventional Second Home and High Balance LLPAs for Best Effort Commitments as follows:

- Remove 'Second Home < 30 Day Lock' LLPA
- Remove 'High Balance Mortgage Loans <30 Day Lock Periods' Grid
- Update 'Second Home >= 30 Day Lock' LLPA to 'Second Home' LLPA

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	-1.125	-1.625	-2.125	-3.375	-4.125	-4.125	-4.125	-4.125

- Update 'High Balance Mortgage Loans >= 30 Day Lock Periods' Grid to 'High Balance Mortgage Loans' Grid.

High Balance Mortgage Loans								
	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.

