PENNYMAC TPO

Non-Delegated Announcement

Announcement #26-121 **Date:** November 25, 2026

Conventional Loan Limit Increase for 2027

Effective January 4, 2027, Pennymac is aligning with the conforming loan limit increase values for standard and high-cost area loans, as announced by Fannie Mae and Freddie Mac.

In most areas, the 1-unit standard balance limit is increasing from **$832,750** to **$855,400** and the 1-unit high-cost limit area is increasing from **$1,249,125** to **$1,283,100**. Loan amounts vary by area and unit count, with complete details located in the FHFA press release.

DU and LPA Implementation
Fannie Mae's DU will be updated the weekend of **December 5th**, and Freddie Mac's LPA on **December 6th**. Pennymac will accept DU Approve/Ineligible or LPA Accept/Ineligible decisions, when the "ineligible" result is solely due to the loan amount being in excess of the 2026 limits but is within the 2027 limits.

Please contact your Sales Representative with any questions.