

Spectrum No Ratio (Investment Properties Only)

Effective 12/1/2022 | V4.0

FUNDLOANS

Loan Amount	Maximum LTVs Reserves	FICO	Purchase	DSCR >= 0.75		No Ratio (DSCR < 0.75)			
				Rate/Term	Cash Out	FICO	Purch.	R/T	C/O
<=1MM	DSCR >=1.0 = 3 mos DSCR < 1.0 = 6 mos	680+	75	75	70	680 Min	60	55	50
		660-680	70	70	70				
		FN	70	70	65	FN	60	55	50
>1.0 MM - 1.5 MM	DSCR >=1.0 = 6 mos DSCR < 1.0 = 9 mos	720+	75	75	70	700 Min	55	50	45
		680-719	75	75	70				
		660-679	70	70	65				
		FN	65	65	60	FN	55	50	45
		700+	70	70	65	720 Min	50	45	40
660-699	65	65	60						
>1.5 MM - 3.0 MM	DSCR >=1.0 = 9 mos DSCR < 1.0 = 12 mos	FN	60	60	55	FN	50	45	40
		700+	65	65	60	No Ratio only: 7 years no Housing Credit Events & 0 x 30 days x 12 months all loans on personally held real estate			
		660 - 699	60	60	55				
FN	60	60	55						
>3.0 MM - 5.0 MM	DSCR >=1.0 = 9 mos DSCR < 1.0 = 12 mos	680+ / FN	60	60	55				
>5.0 MM - 6 MM	12 Months Reserves	680+ / FN	60	60	55				

Program Restrictions	
Housing	1x30x12
BK (Chap 13 Discharge)	24 mo
BK (Other)	24 mo
Foreclosure	24 mo
Short Sale/DIL/MOD	24 mo
Min FICO	640
Max LTV: Purchase	75
Max LTV: R/T	75
Max LTV: Cash-Out	70
Max CLTV	75
Max Loan Amount	6,000,000
Fixed Terms	30 Year Fixed & 30 or 40 Year Fixed I/O
5/6 Mo SOFR ARM	3.750% Margin/Floor - 2/1/5 Caps
7/6 Mo SOFR ARM	3.750% Margin/Floor - 5/1/5 Caps
Qualifying Rate	Qualify on the Note Rate

Income	
Debt Service Coverage Ratio (DSCR)	
<ul style="list-style-type: none"> Gross Income/PITIA (or ITIA for I/O products) Transaction qualified on cash flow of the subject property Gross Income: Existing Long Term Lease, 12 mos Short Term (AirBnB) History, or 1007 	
Living Rent Free	
<ul style="list-style-type: none"> Max LTV 65% / Minimum FICO 700+ 	
Investor Experience	
<ul style="list-style-type: none"> Borrower has owned 2 or more properties within the most recent 12 months (Primary can be included), with 1 having documented rental income of 12 months or more. 	
First Time Investor	
<ul style="list-style-type: none"> If Borrower doesn't meet the Experienced Investor criteria, 1st Time Investors must have owned a residence (primary or rental) for the most recent 12 months. 	

Loan Amounts > \$3,000,000
<ul style="list-style-type: none"> Cash-Out limited to the lower of 50% of property value or \$3,000,000 Property Types: SFR, Warrantable and Non-Warrantable Condos See Guidelines for specific appraisal requirements (OVERLAYS APPLY)

Compliance
<ul style="list-style-type: none"> Loans considered high-cost by Federal or State law not allowed Points and Fees may not exceed 5%

Financed Properties
<ul style="list-style-type: none"> No limit on financed properties Add 2 months reserves for each OREO (to a max of 12 months reserves) FundLoans exposure to a single borrower not to exceed \$15MM or 6 properties

Other LTV/CLTV Limits	
Warrantable/ Non Warrantable Condo	75%
1st Time Investor:	70%
FN Purchase / Rate Term	70%
FN Cash-Out	65%
Condotel - Purchase / RT Refi	70%
Condotel - Cash Out	65%
Interest Only	
<ul style="list-style-type: none"> IO Period: 120 Months Loan Term: 480 or 360 mo 5/6 Mo SOFR ARM IO, 7/6 Mo SOFR ARM IO, 30 Yr FRM IO & 40 Yr FRM IO Max LTV/CLTV: 80% 	

Cash-Out Limit (% property Value)	
Program Max:	70%
Loan Amt > 1.5MM:	65%
Condo: Warrantable/Non Warrantable	70%/65%
2-4 Unit:	70%
Loan Amount	
<ul style="list-style-type: none"> Program Min: \$300,000 Non-Warrantable Condo Max: \$1,500,000 Loan Amounts > \$1.5MM require 2 appraisals Loan Amounts > \$3MM see additional overlays 	

Residency	
<ul style="list-style-type: none"> US Citizen Permanent & Non-Permanent Res Alien FN-See guidelines for Visa and Credit requirements 	
Interested Party Contributions	
See Guidelines	
Max Acreage	
<ul style="list-style-type: none"> 20 Acres to \$3 MM; 5 acres > \$3 MM 	
Rural Properties	
<ul style="list-style-type: none"> Rural Properties Not Allowed 	

Prepayment Penalty
<ul style="list-style-type: none"> 3 year standard prepay, 2 year and 1 year prepay available at additional cost Minimum of 1 year prepay required on investment properties 5% fixed prepayment penalty