

PRODUCT DESCRIPTION

The 5 Day HELOC is a standalone product. It requires a full draw at closing and has no prepayment penalties.

- Terms Available: **5, 10, 15, and 30 years**
- **1-Unit properties Only** (SFR, Condo or PUD)
- Maximum DTI = 50%
- Minimum Loan Amount = \$20,000

Owner Occupied – 1st or 2nd Lien		
Max Loan	Max CLTV	FICO Score
\$125,000	70%	640 – 659
	80%	660 – 679
\$150,000	85%	680 – 699
\$200,000	80%	680 – 699
\$250,000	80%	700 – 739
	85%	740 – 850
\$300,000	80%	740 – 850
\$350,000	75%	740 – 759
\$400,000	75%	760 – 850

2nd Home or Investment – 1st or 2nd Lien		
Max Loan	Max CLTV	FICO Score
\$200,000	70%	680 – 719 *
\$225,000	70%	720 – 759 *
\$250,000	70%	760 – 850 *

Owner Occupied – 3rd Lien		
Max Loan	Max CLTV	FICO Score
\$100,000	70%	680 – 759
\$150,000	70%	760 – 850

FOOTNOTE: * - 2nd home/investment = 680 minimum FICO

ELIGIBILITY CRITERIA

General Application Requirements

- Only one borrower may apply (no co-borrowers)
- No changes are allowed after loan application is completed (i.e.: legal name corrections, loan amount changes, etc.). A new application must be submitted.
- HELOC may not be used to payoff debt or existing HELOC lien(s) to qualify

Income

- Marital income may be used for qualifying.
- Income can be a combination of earnings and/or asset depletion
- Borrower may validate income via bank account data, paystubs or tax filings
- Income verification is primarily automated; only paystubs may be manually uploaded

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Credit

- FICO must be greater than or equal to 640
 - *Minimum of 680 for 2nd home/investment and/or 3rd lien position
- Credit is valid for 30 days
- **Inquiries:** Total number of inquiries (excluding mortgage and auto) must be less than 6

Late Payments, Collections & Derogatory Events

- No mortgage 30 days or more delinquent reported in the last 6 months
- No tradeline 60 days or more delinquent reported in the last 12 months (including non-medical collections)
- No non-medical collections with a balance greater than \$500
- No public record Bankruptcy filed in the last 5 years
- No applicants with non-discharged/dismissed bankruptcy filings
- No foreclosure proceedings in the last 5 years

Property

- 1-Unit SFR, Condo, or PUD only
- Fee Simple Only; Leasehold / ground lease / co-ops ineligible
- Property size cannot exceed 20 acres
- Property value must be supported by proprietary AVM; no appraisal reviews allowed
- Properties purchased within 90 days are **ineligible**

Lien Position

- The 5 Day HELOC must be in 1st, 2nd, or 3rd lien* position (*3rd lien restrictions apply)

Draw Terms & Structure

- A full draw is required at closing
- No prepayment penalty applies
- 100% Maximum redraw available (based on initial credit line) in minimum increments of \$500
- Draw period of 5, 4, 3, or 2 years, depending on initial term (30, 15, 10, or 5 years, respectively)

TERM	DRAW PERIOD
5	2 Years
10	3 Years
15	4 Years
30	5 Years

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Rate

- Interest rates are determined by loan components through AI technology; no rate sheet is available. Borrowers may be offered several rate options based on requested loan amount, initial draw term, and selected origination fee options.
- Interest rates are fixed with no interest-only period; payments are fully amortized
- Quoted interest rates include a total of 0.5% in discounts: 0.25% for automatic payments and 0.25% for enrollment in credit union account. Opting out of either or both features will increase the interest rate accordingly.

Fees

- One-time origination fee of **1.50% or 3.99%** depending on applicant selection (choices vary based on creditworthiness, state of residence, and LTV)



Loantown offers this program in California and Florida.

