

MGIC announces the following underwriting modifications effective with mortgage insurance applications received on or after Monday, March 9, 2009 and rate changes filed for an effective date of Monday April 6, 2009:

Underwriting Changes EFFECTIVE – MI Applications Received on or after March 9, 2009

Reserves	<ul style="list-style-type: none"> Minimum of 2 months' PITI required on all transactions.
Rate & Term Refinances	<ul style="list-style-type: none"> Maximum DTI – 38% Loan proceeds may not be used to pay off subordinate liens. Resubordination of an existing lien is allowed, provided it is within our guidelines. MGIC announces its Refi-to-Mod program that allows a lender to refinance an MGIC insured loan outside of our national or "restricted" guidelines by modifying the existing MGIC insurance. For our Refi-to-Mod requirements click here. MGIC's Refi-to-Mod program replaces all existing MGIC-to-MGIC "streamline" refinance programs.
Cash-Out Refinances	<ul style="list-style-type: none"> Not eligible
Second Homes	<ul style="list-style-type: none"> Not eligible
Construction-Perm Loans	<ul style="list-style-type: none"> Mortgage insurance is not available during construction. Construction must be completed at the time the insurance is activated. Loans with appraisals "subject to completion" will continue to receive 12-month commitments. A recertification of value and a reverification of employment is required if the insurance is activated more than 120 days after the commitment date. In restricted states (AZ, CA, FL, & NV), the maximum commitment term remains 120 days for all loans.
Manufactured Homes	<ul style="list-style-type: none"> Not eligible
Condominiums	<ul style="list-style-type: none"> Maximum LTV/CLTV in non-restricted markets – 95% Maximum LTV/CLTV in restricted markets – 90% Attached housing, including condominiums, remains ineligible in Florida.
Third-Party Originations	<p>Third-Party Originated loans include loans for which the loan origination (taking the loan application) is performed by an entity other than the insured. Mortgage Servicer Providers that do not take the loan application will <u>not</u> be considered Third-Party Originators if they are paid for services performed on an arm's-length fee basis, with payment of fees not being contingent on mortgage approval or closing.</p> <ul style="list-style-type: none"> When applying for MGIC mortgage insurance on a Third-Party Originated loan, the insured lender must identify the loan as "Third Party Originated" and provide a Third-Party Originator identifier (i.e., insured lender-assigned originator number or other identifier acceptable to MGIC). To use MGIC's published guidelines with Third-Party Originated loans, lenders must provide Third-Party Originator identifiers and other information on a sample of insured loans provided by MGIC. Please contact your MGIC account manager for more information. Lenders who do not comply with this information requirement will be limited to the following on Third-Party Originated loans in addition to all other applicable guidelines: <ul style="list-style-type: none"> Maximum LTV/CLTV - 90% Minimum FICO – 720

Restricted Market Credit Score Requirement	<ul style="list-style-type: none"> • Minimum FICO in Restricted Markets - 700 • Minimum FICO in Restricted States (AZ, CA, FL, & NV) remains - 720 																																																				
New Restricted Markets	<p>The following Core Based Statistical Areas (CBSA's) are being added to MGIC's Restricted Market List:</p> <table border="0"> <thead> <tr> <th></th> <th style="text-align: right;">CBSA #</th> </tr> </thead> <tbody> <tr><td>• Birmingham-Hoover, AL</td><td style="text-align: right;">13820</td></tr> <tr><td>• Hartford-West Hartford-East Hartford, CT</td><td style="text-align: right;">25540</td></tr> <tr><td>• Wilmington, DE</td><td style="text-align: right;">48864</td></tr> <tr><td>• Lake County-Kenosha County, IL-WI</td><td style="text-align: right;">29404</td></tr> <tr><td>• Gary, IN</td><td style="text-align: right;">23844</td></tr> <tr><td>• Louisville-Jefferson County, KY-IN</td><td style="text-align: right;">31140</td></tr> <tr><td>• New Orleans-Metairie-Kenner, LA</td><td style="text-align: right;">35380</td></tr> <tr><td>• St Louis, MO-IL</td><td style="text-align: right;">41180</td></tr> <tr><td>• Camden, NJ</td><td style="text-align: right;">15804</td></tr> <tr><td>• Albuquerque, NM</td><td style="text-align: right;">10740</td></tr> <tr><td>• Rochester, NY</td><td style="text-align: right;">40380</td></tr> <tr><td>• Cincinnati-Middletown, OH-KY-IN</td><td style="text-align: right;">17140</td></tr> <tr><td>• Akron, OH</td><td style="text-align: right;">10420</td></tr> <tr><td>• Columbus, OH</td><td style="text-align: right;">18140</td></tr> <tr><td>• Dayton, OH</td><td style="text-align: right;">19380</td></tr> <tr><td>• Toledo, OH</td><td style="text-align: right;">45780</td></tr> <tr><td>• Youngstown-Warren-Boardman, OH-PA</td><td style="text-align: right;">49660</td></tr> <tr><td>• Eugene-Springfield, OR</td><td style="text-align: right;">21660</td></tr> <tr><td>• Salem, OR</td><td style="text-align: right;">41420</td></tr> <tr><td>• Memphis, TN</td><td style="text-align: right;">32820</td></tr> <tr><td>• Ogden-Clearfield, UT</td><td style="text-align: right;">36260</td></tr> <tr><td>• Provo-Orem, UT</td><td style="text-align: right;">39340</td></tr> <tr><td>• Salt Lake City, UT</td><td style="text-align: right;">41620</td></tr> <tr><td>• Seattle-Bellevue-Everett, WA</td><td style="text-align: right;">42644</td></tr> <tr><td>• Tacoma, WA</td><td style="text-align: right;">45104</td></tr> </tbody> </table>		CBSA #	• Birmingham-Hoover, AL	13820	• Hartford-West Hartford-East Hartford, CT	25540	• Wilmington, DE	48864	• Lake County-Kenosha County, IL-WI	29404	• Gary, IN	23844	• Louisville-Jefferson County, KY-IN	31140	• New Orleans-Metairie-Kenner, LA	35380	• St Louis, MO-IL	41180	• Camden, NJ	15804	• Albuquerque, NM	10740	• Rochester, NY	40380	• Cincinnati-Middletown, OH-KY-IN	17140	• Akron, OH	10420	• Columbus, OH	18140	• Dayton, OH	19380	• Toledo, OH	45780	• Youngstown-Warren-Boardman, OH-PA	49660	• Eugene-Springfield, OR	21660	• Salem, OR	41420	• Memphis, TN	32820	• Ogden-Clearfield, UT	36260	• Provo-Orem, UT	39340	• Salt Lake City, UT	41620	• Seattle-Bellevue-Everett, WA	42644	• Tacoma, WA	45104
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Split Premiums	<ul style="list-style-type: none"> • Our Split Premium Plan is being revised. The revised Split Premium rate card will be posted on our website www.mgic.com by the end of February. • We are requesting a plan effective date of April 6, but the revision is subject to State regulatory approval. 																																																				