

# Split Premium Plans

## April 2009

FICO's 680 and Greater							
Base LTV %	Coverage %	Upfront .75%		Upfront 1.00%		Upfront 1.25%	
		Fixed	Nonfixed	Fixed	Nonfixed	Fixed	Nonfixed
		Annualized Monthly Premium Rate		Annualized Monthly Premium Rate		Annualized Monthly Premium Rate	
<b>97*</b> -95.01	35	.82%	1.22%	.74%	1.12%	.64%	1.03%
	30	.78	1.10	.69	1.01	.59	.91
	25	.67	.92	.57	.82	.48	.73
	18	.56	.77	.46	.68	.37	.58
<b>95*</b> -90.01	35	.80	1.19	.73	1.09	.63	.98
	30	.72	.96	.61	.85	.51	.75
	25	.55	.72	.44	.62	.34	.51
	18	.49	.65	.38	.54	.28	.43
	16	.46	.62	.35	.51	.24	.40
<b>90</b> -85.01	30	.44	.61	.33	.49	.21	.38
	25	.41	.56	.30	.45	.18	.33
	18	.37	.50	.26	.39	.14	.27
	17	.36	.49	.25	.38	.13	.26
	12	.33	.43	.21	.31	.10	.20
<b>85</b> & Under	20	.34	.45	.20	.31	N/A	N/A
	18	.33	.44	.19	.30	N/A	N/A
	12	.28	.40	.17	.26	N/A	N/A
	6	.24	.36	.14	.22	N/A	N/A
Base LTV %	Coverage %	Upfront 1.50%		Upfront 1.75%		Upfront 2.00%	
		Fixed	Nonfixed	Fixed	Nonfixed	Fixed	Nonfixed
		Annualized Monthly Premium Rate		Annualized Monthly Premium Rate		Annualized Monthly Premium Rate	
<b>97*</b> -95.01	35	.54%	.93%	.49%	.84%	.36%	.74%
	30	.50	.82	.39	.73	.31	.63
	25	.39	.63	.29	.54	.20	.44
	18	.27	.49	.15	.40	.13	.30
<b>95*</b> -90.01	35	.53	.87	.45	.77	.31	.66
	30	.40	.64	.35	.54	.19	.43
	25	.23	.41	.20	.34	.16	.19
	18	.17	.33	.11	.15	N/A	N/A
	16	.16	.30	N/A	N/A	N/A	N/A
<b>90</b> -85.01	30	.17	.26	.13	.18	N/A	N/A
	25	.11	.22	N/A	N/A	N/A	N/A

#### Premium Adjustments for Split Premiums

Rate-and-Term Refinance	+.10%
Second Homes	+.14%
Loan Amounts > \$417,000	+.25%

#### Standard Agency Coverages

	for terms > than 20 years
	for terms ≤ 20 years

*(Additional charges apply to the annualized monthly premium only.)*

*\* Note for Split Premiums: Loans with nontraditional credit are not eligible for Split Premiums. LTVs greater than 95% are limited to certain loan characteristics and markets. LTVs greater than 90% may not be eligible in all markets. Please see our complete Underwriting Guide or Underwriting Guidelines Summary on [www.mgic.com](http://www.mgic.com).*

**See notes on reverse side.**

## Notes For Split Premium Plans

### LOAN PROGRAM CATEGORIES

**Fixed** – This category applies to loans with level or declining payments for the first five years. It does not include loans with buydowns or rate concessions.

**Nonfixed** – This category applies to loans with actual or potential payment changes during the first five years.

**For all Loan Program Categories** – Loans featuring potential negative amortization are not eligible for MGIC mortgage insurance.

### RATE PRODUCT NOTES

**Split Premiums** – The upfront premium is due at closing, and the monthly portion will be billed by MGIC. The first payment is due the month the first mortgage payment is due. Split Premiums are nonrefundable, except when coverage is cancelled or terminated under the Homeowners Protection Act of 1998. (See refund schedule on [www.mgic.com](http://www.mgic.com).)

**Financing Split Premiums** – When the upfront premium is financed into the loan amount, the LTV category is determined by the loan amount before the premium is added. The monthly premium calculation is based on the loan amount before the upfront premium is added.

**Maximum Loan Term** – 40 years

**Declining Renewals** are applied to the outstanding insured loan balance. The rate for years 2-term is the same as the first-year rate. For the monthly portion, the loan balance is adjusted at each anniversary of the certificate.

**Note:** Declining renewals are not available when the upfront premium is financed.

**Constant Renewals** are applied to the original insured loan balance. The rate for years 2-10 is the same as the first-year rate. (For Financed Premiums, the rate is applied to the original base loan amount before the Financed Premium is added.) For years 11-term, the renewal rate is reduced to .20% or remains the same if less than .20%. Premium adjustments do not apply beginning year 11.

### RESTRICTED MARKETS NOTES

Properties in MGIC-identified restricted markets are subject to special guidelines. See the list of areas and guidelines at [www.mgic.com/restrictedmarkets](http://www.mgic.com/restrictedmarkets).

---

**Rates may vary from state to state and must be selected based upon the location of the property. New York has special requirements for the use of credit scoring. For additional coverages and information on the availability of these programs, please call your MGIC representative or your MGIC Regional Underwriting Service Center.**

### Mortgage Guaranty Insurance Corporation

MGIC Plaza, Milwaukee, Wisconsin 53202 • [www.mgic.com](http://www.mgic.com)

© 2008, 2009 Mortgage Guaranty Insurance Corporation. All rights reserved.