

# Exposure and Coverage Levels

**EXPOSURE** is a term that describes the risks assumed by the lender/investor after considering the borrower's down payment and the mortgage insurance coverage.

## AGENCY REQUIREMENTS

Fannie Mae HomeReady® and Freddie Mac Home Possible® coverage requirements differ from standard Agency requirements.

Base LTV	Fannie Mae Standard & Freddie Mac HomeOne <sup>SM</sup> Coverage		HomeReady & Home Possible Coverage	
	> 20 Years	≤ 20 Years	> 20 Years	≤ 20 Years
97% -95.01%	35%	35%	25%	25%
95% -90.01%	30	25	25	25
90% -85.01%	25	12	25	12
85% & Below	12	6	12	6

Use the > 20 Years columns for ARMs and manufactured homes coverage requirements. These coverage requirements are subject to change. While we try to keep this information current, we do not warrant the accuracy or completeness of these requirements.

In addition, loans processed through an Agency AUS and specific Agency programs may have different coverage requirements. Therefore, the requirements listed above may be outdated or inapplicable; do not rely on them to determine current Agency coverage requirements.

HomeReady® is registered trademark of Fannie Mae. HomeOne<sup>SM</sup> and Home Possible® are service marks of Freddie Mac.

LTV	COVERAGE	EXPOSURE
97% -95.01%	35%	64%
	30	68
	28	70
	26	72
	25	73
	20	78
	18	80
95% -90.01%	35	62
	30	67
	27	70
	25	72
	22	75
	20	76
	18	78
90% -85.01%	16	80
	35	59
	32	62
	30	63
	25	68
	22	71
	20	72
85% & Below	17	75
	12	80
	35	56
	30	60
	25	64
	22	67
	17	71
12	75	
6	80	