

PFRS Mortgage Program Loan Reservations Update

The PFRS program interest rate decreased from 5.77% to 4.67% on February 15, 2008. At that time, in anticipation of the potentially high volume of applications, lenders were advised that the Agency would reserve 20% of the remaining funds for first-time buyers and 10% as a reserve against exceeding the lending limit set forth in the legislation authorizing the PFRS Mortgage Program.

On February 29, 2008, the lenders were advised that there was about \$35,000,000 left in the PFRS program for refinances and that when that amount was exhausted, only PFRS first-time home buyer loan registrations would be accepted.

The Internet Loan Reservation system stopped taking all loan reservations on February 29, 2008 due to technical difficulties that have now been resolved. We appreciate the patience of the lenders with regard to registration of the remaining \$35,000,000. Registrations will again be opened for refinance, trade-up and first-time home buyers at exactly 10 AM (Eastern Standard Time - The Agency network time is synchronized to cell phone network satellite time) on Wednesday, March 5, 2008. Loans will be registered on a first-come first-served basis.

Once the \$35,000,000 is reserved, the only reservations that will be accepted by the Internet Loan Reservation system will be for first-time home buyers. Please note that trade-up home buyers do not qualify as first-time home buyers. Refinance or trade-up loans erroneously registered as first-time home buyers loans will not be purchased.