

**The following underwriting guideline change will apply to MI applications received on or after July 1, 2009:**

- Nontraditional credit will be limited to a maximum LTV of 90% in all markets.

**The following Restricted Market Policy changes will apply to MI applications received on or after July 1, 2009:**

- 2-unit properties will be ineligible in all Restricted Markets.
- The Rochester, NY, CBSA (# 40380) will no longer be considered a Restricted Market.
- MGIC is renaming its Restricted Markets and Restricted States segments to "Tier One" and "Tier Two" Restricted Markets. This change reflects that either segment can now include states or CBSAs. Tier One Markets are distressed and have stricter guidelines than nonrestricted markets. Tier Two Markets are more severely distressed than Tier One Markets and have correspondingly stricter guidelines.

| <b>Market Changes – Effective July 1, 2009</b> |   |
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| <b>Moving to Tier One Restricted Markets</b>   | <ul style="list-style-type: none"> <li>• All currently designated Restricted Markets except for Rochester, NY CBSA (# 40380)</li> <li>• Manchester, NH (CBSA – 31700 )</li> <li>• The State of Hawaii</li> <li>• The State of Michigan (except for the Detroit CBSA)</li> </ul> |
| <b>Moving to Tier Two Restricted Markets</b>   | <ul style="list-style-type: none"> <li>• All current Restricted States (AZ, CA, FL, &amp; NV)</li> <li>• Detroit-Livonia-Dearborn, MI (CBSA – 19804)</li> <li>• Chicago-Naperville-Joliet, IL (CBSA – 16974)</li> </ul>   |

Visit our website for Restricted Market Guidelines, a list of Restricted Markets Guidelines for Tier One and Tier Two Restricted Markets and more. <http://www.cu.mgic.com/guides/restrictedmarkets.html>

**Refi-To-Mod (RTM) Updates**

- On **June 1, 2009**, submission of **Same Insured/Servicer RTM Requests** will be an **MI on the WEB** option. The RTM Request process is separate from the standard MI Application process and includes only RTM specific fields. Access to this electronic submission channel will be available through the MI on the WEB "Welcome" page.
- On **June 1, 2009**, our **New Insured/Servicer RTM Program** will be available in a number of states. Initially New Insured/Servicer RTM Requests must be faxed to our Underwriting Service Centers. We will be adding an MI on the WEB option and will provide notice when it is available.

For complete RTM Program information, including a list of states where the New Insured/Servicer RTM Program is available, visit our RTM website page. [http://www.cu.mgic.com/origination/refi\\_to\\_mod.html](http://www.cu.mgic.com/origination/refi_to_mod.html)