VICTORY WHOLESALE LOANS

Alt Doc: Bank Statement, P&L, WVOE, 1099, Asset Utilization

Accelerator (Investor) / Activator (Primary & Second Home)

Occupancy		Primary & Second Home				Investment				
Loan Amount	FICO	Purchase	Rate & Term / Debt Consolidation	Cash-Out	Reserves	FICO	Purchase	Rate & Term	Cash-Out	Reserves
≤ $1,000,000	720+	85%	85%	80%	3 Months	720+	85%	85%	80%	3 Months
	700	80%	80%	80%		700	80%	80%	80%	
	680	80%	80%	75%		680	75%	75%	75%	
	660	75%	75%	75%		660	75%	75%	75%	
	640	70%	70%	70%		640	75%	75%	60%	
	620	N/A				620	65%	65%	55%	
	600					600	60%	60%	55%	
$1,000,001 - $1,500,000	700+	80%	80%	80%	6 Months	700+	80%	80%	80%	6 Months
	680	80%	80%	75%		680	75%	75%	75%	
	640	70%	70%	70%		660	70%	70%	70%	
$1,500,001 - $2,000,000	700+	80%	80%	80%	9 Months	700+	80%	80%	80%	9 Months
	680	80%	80%	75%		680	75%	75%	75%	
	640	70%	70%	70%		660	70%	70%	70%	
$2,000,001 - $2,500,000	700+	80%	80%	80%		700+	80%	80%	80%	
	680	80%	80%	75%		680	75%	75%	75%	
	640	N/A	N/A	N/A		660	N/A	N/A	N/A	
$2,500,001 - $3,000,000	700+	75%	75%	75%		700+	75%	75%	75%	
	680	75%	75%	75%		680	75%	75%	75%	
	640	N/A	N/A	N/A		660	N/A	N/A	N/A	

*Debt Consolidation not permitted on investment properties

Geographic Restrictions

Federal and State Specific Restrictions:	Federal and State or Local High Cost not permitted. Federal High Cost applies to Owner Occupied only.
Ineligible States:	Refer to State Licensing
Ineligible Locations:	Hawaii lava zones 1 & 2| Puerto Rico, Guam| The US Virgin Islands| Baltimore MD| Philadelphia, PA (NOO only)

Product Highlights

Loan Purpose	Purchase, Rate/Term, Rate/Term Debt Consolidation*, Cash out *Available for Primary and Second Home Only
Exceptions	Considered on a case by case basis
Prepayment Penalty **(Investment Property Only)**	5% of the unpaid principal balance. (Other than the monthly payments required herein, if Borrower prepays this Note in whole or in part before the full term of the pre-payment period, Borrower will pay a Prepayment Premium equal to Five Percent (5%) of any amounts prepaid ("Prepayment Premium").) Not allowed Alaska, Maryland, New Mexico, and Vermont. ADDITIONAL STATE RESTRICTIONS: IL – Natural person < 8.00% APR required. MS - Step Down required . NJ – Titled Owner must be an Entity. Ohio 1-2 Units >$116,356. Pennsylvania 1-2 Units > $329,411.
Product Types	Primary & Second Home: 30-Yr Fixed, 7/6 ARM, 10/6 ARM | I/O Not Eligible
	Investment Occupancy: 30-Yr Fixed, 5/6 ARM, 7/6 ARM, 10/6 ARM
Interest Only	Loan amount > $2.5m = Max LTV 70% | Loan amount: $2.0m-$2.5m = Max LTV 75%. Investment Properties only, Business Purpose Eligible.
Texas 50(a)(6)	Applies to Primary Residences ONLY | Max LTV 80% | 12 Month seasoning required from most recent TX 50(a)(6) transaction | Refer to guidelines for full details. **Lender Paid Compensation Required**
Loan Amounts	Min: $150,000 - Max: $3,000,000
Occupancy	Primary , Second Home (Max 85% LTV), & Investment
First Time Investor	No housing late payments during the past 12 months . If Rent Free refer to guidelines.
Property Types and Restrictions	SFR, SFR + 1 ADU, Modular, PUD, Townhome, 2-4 Units, Condos, Non-Warrantable Condos, Rural properties | Condotels are eligible on investment properties only
Property Overlays	Condominium: Warrantable: Eligible per Matrix | Non-Warrantable and Condotel: 5% LTV reduction. Condo in FL, with LTV over 70%, requires a Full Condo Review. 2-4 Unit: Max LTV/CLTV 80%
Cash Out	Max Cash In Hand: > 65% LTV $1,000,000| ≤ 65% LTV Unlimited. Cash-Out Proceeds may be used for 100% reserve requirements.
Short Term Rental	Max LTV: Purchase 75% | Refinance: 70%
Acreage	Properties up to 20-acres
Appraisals	Loan Amounts ≥ $2,000,000 require 2 appraisals. Desk Review Product to be ordered on all loans with an CU Score over 2.5 (only eligible on SF Homes), except for those with a full second appraisal. Desk Review must be in tolerance as outlined in guidelines * Transferred appraisal acceptable. Appraisal version UAD 3.6 not eligible.
Declining Markets:	Declining markets, as identified by the appraiser, require a 5% LTV reduction off Matrix Max LTV.
Income Documentation	• 12 mos Personal Bank Statements: Should be self-employed minimum 2 years. May qualify with less than 2 years but more than 1 year if borrower can document at least 2 years of previous employment in the same line of work or related occupation or 1 year of employment and formal education/training in the same line of work.
	• 12 mos Business Bank Statements: Business should be established and in existence minimum 2 years. May qualify with less than 2 years but more than 1 year of self-employment, then the business should be established for the same length of time and borrower must document they have been in the same line of work or related occupation or 1 year of employment and formal education/training in the same line of work.
	• P&L Only: Must cover most recent 12 mos. Completed, reviewed and signed by CPA, IRS EA, CTEC, or other registered tax preparer
	• P&L + Two Months Bank Statements: Must meet the requirements for P&L and two months business bank statements are to be provided to support the income reflected on the P&L. Bank statements cannot be more than 20% less than the monthly gross revenue reflected on the P&L.
	• WVOE MIN 680 FICO: FNMA Form 1005 or Champions approved WVOE form. Only Wage/Salary income used. 2 year history with same employer required. Less than 2 years considered on case by case (exception needed). Fico > 720 LTV's limited to Purchase | R&T: 80% C/O OR FTHB: 70%. FICO's < 720: Purchase | R&T: 75% C/O OR FTHB: 70% | Investment not Permitted.
	• 1099 IRS Form Only: Fixed Expense Ratio 10%; YTD Documentation to support continued receipt of income from source. Borrower(s) must be self-employed for at least 2 years, and the business must be in existence for at least 2 years.
	• Asset Utilization: 100% of checking, savings, money market accounts and stock/bonds. 100% of retirement assets eligible retirement age/70% under eligible age. 100% Trust Account (Refer to guidelines for requirements) * Can be combined with Full Doc Income Types. Qualifies as Alt Doc.
DTI	Max 50% | 55% with $3,000 Residual Income| Max 45% when LTV is > 80%
Tradelines	• Primary wage earner has 2 scores; or • 1 open and reporting 24-months; or • 2 open and reporting 12-months
Housing History: Primary & Second Home	A Borrower must have a complete 12-month housing history. |Refer to guidelines for living rent free.
	FTHB + Incomplete Housing History (Refer to FTHB Guidelines) or Rent-Free: Eligible for Primary Only| Max LTV 80%
	1X30X12 permitted with a maximum LTV of 80%
Housing History: Investment	**A Borrower** must have a complete 12-month housing history. ~~**Rent Free is not permitted**~~. *If living rent-free, refer to Rent Free Clarification.* 1x30x12 allowed with Max LTV of 75%
First Time Investor	First Time Investor-Definition: A borrower who has not held ownership interest in investment property in the 3 years preceding the application date.
	First Time Investor Eligibility: **Housing history:** No housing late payments in the most recent 12 months **Living rent-free:** Not permitted
Credit Event Seasoning	12 Months w/ LTV cap 70% for Purchase & Rate and Term| Not eligible on Cashout. 24 Months w/ LTV cap 75% for Purchase | 70% Rate and Term & Cashout . ≥ 36 Months: No Reduction
BK/FCL/SS/DIL/1x120	• 48 months is required for 85% LTV (Refer to guidelines for Mod/Forbearance)
Assets	Min of 30-days asset verification required
Reserves	Cash out may be used to satisfy requirement
Seller Concessions	9% Max Consumer Purpose / 6% Max Business Purpose
Gift Funds	Gift funds allowed as 100% for down payment/cash to close. Ineligible for reserves.
Subordinate Financing	Secondary or subordinate financing is allowed with a max CLTV equaling maximum LTV per matrix. No seller carry-back; HELOC CLTV based on credit line limit, negative amortization not allowed, and subordinate financing from the borrower's employer may not include a provision requiring repayment upon termination.
Citizenship	US Citizen, Permanent Resident Alien, Non-Permanent Resident Alien (With US Credit and acceptable VISA).

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