

REFER TO THE SHARP ADVANTAGE FULL PROGRAM GUIDELINES FOR ADDITIONAL GUIDANCE AND RESTRICTIONS												
PRIMARY RESIDENCE					SECOND HOME				INVESTMENT PROPERTY			
LOAN AMOUNT	FICO	PURCHASE	RATE/ TERM	CASH OUT	FICO	PURCHASE	RATE/ TERM	CASH OUT	FICO	PURCHASE	RATE/ TERM	CASH OUT
<= \$1M	740	90	90	80	740	85	85	80	740	85	85	80
	720	90	90	80	720	85	85	80	720	85	80	80
	700	90	85	80	700	85	85	80	700	85	80	80
	680	85	85	80	680	80	80	75	680	80	80	75
	660	80	80	75	660	80	80	75	660	75	75	70
	640	75	75	70	640	75	75	70	640	70	70	65
>\$1M - <=\$1.5M	740	90	90	80	740	85	80	80	740	80	80	80
	720	90	90	80	720	85	80	80	720	80	80	80
	700	90	85	80	700	85	80	80	700	80	80	80
	680	85	85	80	680	85	80	75	680	80	80	75
	660	80	80	75	660	80	75	75	660	75	75	75
	640	70	65	60	640	70	65	60	640	65	65	60
>\$1.5M -<=\$2M	740	90	80	80	740	85	80	80	740	80	80	75
	720	90	80	80	720	85	80	80	720	80	80	75
	700	85	80	80	700	85	80	80	700	80	80	75
	680	80	75	75	680	80	75	75	680	80	75	75
	660	75	70	65	660	75	70	70	660	75	70	60
	640	65			640	65			640	65		
>\$2M - <=\$2.5M	740	80	80	80	740	80	80	80	740	80	80	75
	720	80	80	80	720	80	80	80	720	80	80	75
	700	80	80	80	700	80	80	80	700	80	80	75
	680	75	75	75	680	75	75	75	680	75	75	75
	660	70	70	70	660	70	65	65	660	70	65	60
>\$2.5M - <= \$3M	740	80	80	75	740	80	80	75	740	80	80	75
	720	80	80	75	720	80	80	75	720	80	80	75
	700	75	75	75	700	75	75	75	700	75	75	75
	680	75	75	75	680	75	75	75	680	75	75	75
* SFR (attached and detached) , 2-4 Units, Warrantable & Non-Warrantable Condos												
* 2-4 units MAX LTV/ CLTV 80%												
* Condos: Purchase/ Rate & Term/ Cash Out - Warrantable - MAX LTV 85% Non-Warrantable / Condotel - MAX LTV 80%												

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FULL/ALT DOC PROGRAM INFORMATION										
TERMS	Fully Amortizing	FIXED	15YR, 30YR, 40YR	ARM	5/6 & 7/6	INDEX	SOFR	5 YR Caps	2/1/5	
	Interest Only	FIXED	30 & 40 YR	ARM	5/6 & 7/6	MARGIN	5.0	7 YR Caps	5/1/5	
INTEREST ONLY TERMS	I/O period 10 YRS Qualifying PITIA payment using fully amortizing term (e.g. 30 YR FX - 10 YR I/O period = 20 YR Term)									
ELIGIBLE LOAN AMOUNTS	MIN	\$125K	MAX	\$3M (loan amounts >\$2M require Corporate Approval)						
CASH-OUT	• LTV > 65% MAX \$500K LTV < = 65% Unlimited SSEASONING: MIN 6 months from acquisition date to note date No waiting period if property inherited or legally awarded									
NON ARMS LENGTH TRANSACTIONS	Refer to Sharp Advantage Underwriting Guidelines Follow Fannie Mae guidance for additional clarification and requirements									
COMPLIANCE	High Cost or Section 32 loans - not permitted									
GENERAL ELIGIBILITY										
ELIGIBLE PROPERTY TYPES	• SFR (attached and detached) , 2-4 Units, Warrantable & Non-Warrantable Condos • Rural: Max 20 Acres Purchase: Max 80% LTV Refi: Max 75% LTV (Refer to Sharp Advantage Underwriting Guidelines for full details)									
INELIGIBLE PROPERTY TYPES	Refer to Sharp Advantage Underwriting Guidelines for complete list									
CONDOS	Purchase/ Rate & Term/ Cash Out: Warrantable - MAX LTV 85% Non-Warrantable / Condotel - MAX LTV 80% • FL Condos: Established Condo Projects with 5+ attached units - Max LTV/ CLTV: Purchase: 75% Refinance: 65% • FL Condos: New Construction - PERS approval required • Loan Amounts > \$2.5M must be warrantable (Refer to Sharp Advantage Underwriting Guidelines for full details)									
ELIGIBLE BORROWERS	US Citizens, Perm Resident Aliens, Non Perm Resident Aliens (Refer to Sharp Advantage Underwriting Guidelines for full details)									
INELIGIBLE BORROWERS	ITIN, Foreign National, Asylum status and DACA are ineligible (Refer to Sharp Advantage Underwriting Guidelines for full details)									
NON-OCCUPANT CO-BORROWER	Full Doc Purchase 1-Unit Owner Occupied MAX 80% LTV/ CLTV MAX DTI 43% 6 months reserves required Occupying borrower must qualify for >=75% of PITIA Non-Occupant Co-Borrower must be on title									
DTI	MAX 50%									
FICO	• For one borrower: Use the middle of 3 credit scores or lower of 2 credit scores • Multiple borrowers: Use the primary wage earner score • All borrowers on the loan must meet the program minimum FICO requirements									
FIRST TIME HOMEBUYER	• Are identified as borrowers who have had not owned a home in the past 3 YRs MAX DTI 45% I/O Ineligible • Borrowers living in a marital home will not be considered FTHB									
ESCROW WAIVER	• Permitted when loan is non-HPML AND LTV <=80% MIN FICO 700 • Escrow holdbacks - not permitted Flood insurance waivers not permitted									
INTERESTED PARTY CONTRIBUTIONS	Primary / Second Home: LTV: >75% = 6% <=75% = 9% Investment = Max 6%									
APPRAISALS	2 appraisals are required for Loan Amounts >=\$2M									
APPRAISAL REVIEW	CU Score is <=2.5 is acceptable with Submission Summary Report (SSR) If CU Score is >2.5 = Desk Review (CDA) OR Field Review OR 2nd appraisal is required If CDA is >10% of appraised value - a Field Review OR 2nd full appraisal required									
DECLINING VALUE	If Appraiser indicates declining market and LTV >65%, a 5% LTV reduction is required									
<12 MO HOUSING	• If the LTV is > 80% & DTI > 43% then 12 month housing history is required • Borrowers are considered to have housing history when: • Property is owned free & clear OR they are living in a marital home OR have recently the sold primary residence & living rent free until subject transaction closes									
HOUSING HISTORY	1 X 30 X 12 Canceled checks required when private transaction									
TRADELINES	One of the following must be met: • Primary borrower has 3 reporting FICO scores; or • 2 tradelines reporting for 24 months w/activity in the past 12 months; or • 3 tradelines reporting for 12 months w/recent activity									

CREDIT EVENTS	<ul style="list-style-type: none">BK 7 & 13 = 36 months from discharge/dismissal SS, DIL, FC, MOD or 120+ lates = 36 months Credit event seasoning 24-36 months: Purchase - Max 80% LTV Refinance - Max 75% LTV
COLLECTIONS	Non-Medical within 24 months = <\$2K cumulative may remain open All items affecting title and open judgements/garnishments must be paid off prior to/at closing
RESERVES	Based on the subject property PITIA <ul style="list-style-type: none">LTV/CLTV <80% = 3 months LTV/CLTV >=80% - 85% = 6 months LTV/CLTV >=85% = 12 monthsCash-out may be used to meet reserve requirements
SUBORDINATE FINANCING	<ul style="list-style-type: none">New subordinate financing not permittedResubordinated liens subject to MAX LTV and cannot be privately held or a HELOC
DISCLOSURES	Business Narrative required for all Self-Employed Borrowers
ENTITY VESTING	<ul style="list-style-type: none">Investment Properties permitted Business Purpose loans vested in LLC, C CORP, S CORP permittedBorrowers/ members with 50% or more ownership require a personal guaranteeForeign Entities are not permitted. Entity must registered in property state.
TAX TRANSCRIPTS	Full Doc - Required ALT Doc - Required for 1099 and W-2 wage income
PROPERTIES LISTED FOR SALE	<ul style="list-style-type: none">Property must be taken off the market prior to the date of the applicationAll Property Types - Use the lower of the original purchase price or appraised value
GIFT FUNDS	<ul style="list-style-type: none">Permitted - Minimum Borrower Contributions: Primary & 2nd home 5% Investment 10%Investment properties - Gift funds not permitted when LTV/ CLTV > 80%Gift funds may not be used to meet reserve requirements
STATE ELIGIBILITY	<ul style="list-style-type: none">Properties in the state of HI and NY are ineligibleInvestment Properties - located in Baltimore City, MD and Philadelphia County, PA are ineligible
INCOME TYPES	
FULL DOCUMENTATION	
WAGE EARNER	1 or 2 YRS history W-2, Paystub w/YTD earnings (Refer to Sharp Advantage Underwriting Guidelines for full details)
SELF-EMPLOYED	1 or 2 YRS history Tax Returns (Personal & Business) YTD P&L (must be from CPA or PTIN)
BANK STATEMENTS (All)	
SELF-EMPLOYED	Borrowers must be in the same line of work for a MIN 2 YRS Business must be in existence for a MIN of 1 YR (Refer to Sharp Advantage Underwriting Guidelines for full details)
NSF's	NSF's only need to be considered when resulting in a bank fee All NSF's require an LOE from the borrower and UW evaluation required
LARGE DEPOSITS	Inconsistent or large deposits should be sourced or excluded from the analysis. The definition of an inconsistent or large deposit is any deposit exceeding 100% of the average monthly sales of the business.
OWNERSHIP	Borrower must be a MIN 25% owner verified by Tax Professional (APA, Tax Attorney, EA, PTIN or CTEC)
PERSONAL BANK STATEMENTS (12/24 MONTHS) INCOME	
ACCOUNTS	Maximum of one (1) bank account may be used to determine qualifying income
EXPENSE FACTOR	20% if using co-mingled personal accounts
SUPPORTING DOCUMENTATION	<ul style="list-style-type: none">2 Months Business Bank Statements required reflecting business activity and transfers to personal accountCo-Mingled (Business & Personal) accounts acceptable w/evidence of business and personal utilization
QUALIFYING INCOME CALCULATION	Eligible deposits, less expense factor, X the % of ownership
BUSINESS BANK STATEMENTS (12/24 MONTHS) INCOME	
EXPENSE FACTOR	Standard - 50% less than 50% may be considered (see Profit and Loss section below)
PROFIT AND LOSS (to support expense factor if <50%)	<ul style="list-style-type: none">Minimum 10% - CPA/EA/Tax Attorney / PTIN prepared P&L covering the same period as bank statementsGross receipts must be within 10% of the bank statement qualifying income
EXPENSE STATEMENT	Minimum 10% - CPA/EA/ PTIN/ Tax Attorney prepared Expense Statement covering the same time period as the bank statements
QUALIFYING INCOME CALCULATION	Eligible deposits, less expense factor X the % of ownership

PROFIT AND LOSS (12 MONTHS) INCOME									
TERMS	MIN FICO	660	MAX LTV	PUR & R/T	80%	C/O	70%	TERMS	30 YR Fixed only
EMPLOYMENT HISTORY	Borrower must be self-employed MIN 2 YRS Business existence MIN 1 YRS Business Ownership >= 25%								
< 720 FICO	Max LTV = 75%								
DOCUMENTATION	Most recent 3rd party prepared P&L Statement - CPA/EA/Tax Attorney only PTIN prepared not eligible								
BUSINESS BANK STATEMENTS	<ul style="list-style-type: none">• Most recent 2 months Business Bank Statements required• Bank statements must support 80% of the monthly average								
TAX RETURN FILING	3rd party preparer must attest to filing the borrowers most recent tax returns Borrowers who file their own tax returns are ineligible								
QUALIFYING INCOME CALCULATION	Net income from P&L, X percent of ownership/12 months								
1099 (12 MONTHS) INCOME									
TERMS	30 YR Fixed only								
EMPLOYMENT HISTORY	<ul style="list-style-type: none">• 100% Commission, gig workers or Independent Contractors =1 YR receipt of 1099 required, 2 YRS same line of work• 1099 cannot come from a borrower owned entity								
DOCUMENTATION	Supporting 1099 plus most recent 30 days paystub w/YTD earnings OR 3 month bank statements evidencing deposits or WVOE								
EXPENSE FACTOR	Standard 10% or WVOE from employer stating the borrower is not required to pay for any un-reimbursed business expenses								
QUALIFYING INCOME CALCULATION	Most recent year 1099 averaged over 12 months, less expense factor (if applicable)								
ASSETS AS INCOME									
TERMS	MIN FICO	680	MAX LTV	PUR & R/T	80%	TERMS	30 YR Fixed only		
UTILIZATION	Assets may be used as sole income source (Asset Utilization) or used in combination with other income (Asset Supplementation)								
TRANSACTIONS	Primary residence only Purchase/ Rate & Term only Gift funds not allowed Business/ Trust/ Foreign assets not allowed								
GIFT FUNDS	Not permitted								
ELIGIBLE ASSETS	100% of checking/savings/money market 70% of stocks/bonds/mutual funds Retirement income: age ≥ 59 1/2 =70% age < 59 1/2 = 60% (Refer to Sharp Advantage Underwriting Guidelines for full details)								
MINIMUM ASSETS	Lesser of 1.5x the loan amount or \$1MM								
QUALIFYING INCOME	Eligible assets, less down payment, closing costs, reserves ÷ 60 Months								