

The Payment Abatement Option...



Another Great Solution!

The Payment Abatement Option allows a seller/builder to provide funds that will be applied to a borrower's monthly payment (interest, taxes, and insurance) up to 6 months beginning with the first monthly payment.

Here are some requirements!

- Offered under the Conforming-Fannie Mae, Non-Conforming, and MyCommunity products.
- Available for Interest-only fixed rate and 3, 5, 7, and 10 year ARMs (Only fixed rate and 5/1 ARM for the MyCommunity Interest-only).
- Borrower needs to be qualified with the housing payment.
- During the abatement period, the borrower will receive a monthly statement containing their first payment due date.
- Borrower will not be able to claim interest on payments made with the abatement fund and should consult a tax attorney for advice.
- The abatement fund is based on a percentage of the lesser of the sales price or appraised value and will not be extended beyond 6 months.

Contact our office for more information!

Dean Kennemer
Owner/Broker

DeanK@GuaranteeMC.com

PH: 281-385-5511

FX: 281-385-5515

www.GuaranteeMC.com

Guarantee
Mortgage Company

www.GuaranteeMC.com

Interest-Only payments pay only the accrued interest on the loan each month, and do not reduce the principal balance. When fully amortizing payments become due, monthly payments could increase substantially above the initial Interest-Only payment amount. Please read all product disclosures carefully for complete details of loan features. Additional terms and conditions apply. Not available on one-time close construction perm programs. All loans are subject to credit approval and property appraisal, and a prepayment penalty may apply. If a reduced documentation option is used to qualify for financing, this may result in higher costs and/or an increased interest rate. Terms and conditions of the offer subject to change without notice.

