

Announcement 2018 – 58

Planet Home Lending Recent Policy Changes – MI Premium Payments

Planet Home Lending is issuing the following policy change, related to payment of monthly Mortgage Insurance (MI) premiums for Conventional loans. The policy applies only to Conventional Loans with Borrower Paid monthly MI, and does NOT apply to loans with Single Premium MI or Lender Paid MI.

Effective immediately, loans with an MI payment due on or after the Loan Purchase date, will have the MI payment netted from the Purchase Advice and Planet Servicing will remit the payment to the MI Company.

For loans with an MI Payment due prior to the Loan Purchase date, the Seller is responsible for remitting the payment to the MI Company.

The table below lists some examples outlining when the Seller is responsible for remitting the MI payment:

Examples:	Purchase Date	First Payment Due Date on the Note	First Payment due to Planet	Escrow for monthly MI
Example 1	July 31 st	August 1 st	September 1 st	Starting with August 1 st
Example 2	July 31 st	July 1 st	September 1 st	Starting with August 1 st -Seller to remit July payment
Example 3	August 1 st	August 1 st	September 1 st	Starting with August 1 st
Example 4	August 1 st	July 1 st	September 1 st	Starting with August 1 st -Seller to remit July payment

All Planet Home Lending documentation will be updated to reflect this change as applicable.

If you have any questions, please contact your Sales Service Representative.