

## Future-forward, Broker focused.



For most individuals, the most difficult part of purchasing a home, especially for first time home buyers, is the ability to save the required down payment. CMLS allows for individuals to borrow the necessary funds to use as their down payment, commonly referred to as Flex Down or Borrowed Down Payment.

<b>Loan Purpose</b>	Purchase Transactions 90.01-95% LTV.
<b>Eligible Equity Sources</b>	<p>Borrowed sources that are arm's length to the purchase or sale transaction such as:</p> <ol style="list-style-type: none"> <li>1. Personal Loans</li> <li>2. Lines of Credit</li> <li>3. Gifts are permitted from sources other than non-immediate family member.</li> </ol> <p>These sources must have a corresponding payment included in the TDS calculation (other than gifts from non-immediate family members). Closing costs of 1.5% of purchase price may also be borrowed provided associated payments are included in the TDS based on a repayment timeline of 12 months.</p>
<b>Ineligible Equity Sources</b>	<ul style="list-style-type: none"> <li>• Builder incentives or loans</li> <li>• Gifts from third parties that receive payment from the vendor or builder</li> <li>• Realtor/mortgage broker incentives</li> <li>• Loans to the borrowers that impact the property selling price</li> <li>• Loans/gifts from the vendor of the property.</li> </ul>
<b>Borrow Qualification</b>	<p>Strong credit profile required. Non-residing co-borrowers are accepted however must be an immediate family member. Existing requirements related to income, down payment and credit worthiness will apply.</p> <p>Maximum GDS &amp; TDS= 39% &amp; 44%.</p>
<b>Property Types</b>	<ul style="list-style-type: none"> <li>• Max 2 units where 1 unit must be owner occupied.</li> <li>• New Construction with required Home Builder Warranty Program/Existing re-sale properties.</li> </ul>
<b>Ineligible Transactions</b>	<ul style="list-style-type: none"> <li>• Business For Self Alt A</li> <li>• New To Canada</li> <li>• Rental Properties</li> <li>• Refinance</li> <li>• Vacation / Second Homes</li> <li>• RTO (Rent to own)</li> </ul>
<b>Terms / Qualifying Rates</b>	<ul style="list-style-type: none"> <li>• Fixed Terms</li> <li>• Variable Terms</li> <li>• Loans (fixed rate and variable rate products) are qualified on the greater of the contract rate +2% or the 5 year BOC Benchmark rate.</li> </ul>
<b>Insurance Premium</b>	<p>90.01% – 95 % LTV Premium of 4.50%.</p>