

<b>Overview</b>	<p>In general, Insurer Business for Self (ALT A/Low Doc) guidelines are followed; for more information please visit <a href="http://www.genworth.ca/en/products/business-for-self-program.aspx">www.genworth.ca/en/products/business-for-self-program.aspx</a> or <a href="http://www.canadaguaranty.ca/insurance-products/low-doc-advantage/">www.canadaguaranty.ca/insurance-products/low-doc-advantage/</a></p> <p>There is a 5bps rate premium to all BFS Stated Income files (Purchases &amp; Transfers)</p> <p>Note that for transfers above 65% LTV, existing CMHC/Genworth/Canada Guaranty “Stated Income” insurance must be present.</p>
<b>Required Information For Application Submissions Notes</b>	<p>For reasonability of Stated Income, the following information is required at the time of submission:</p> <ol style="list-style-type: none"> <li>1. Industry type / profession.</li> <li>2. Business type (sole proprietor, partnership or incorporated AND percentage ownership).</li> <li>3. Stated annual business revenue.</li> <li>4. Line 150 from the most recent years’ Notice of Assessment (NOA), ensure no taxes owing to CRA.</li> </ol> <p><i>Any documentation which defers from the information submitted at time of submission is subject to requalification.</i></p>
<b>Loan to Value</b>	<p>Up to 65% - Must have insurer approval. No insurance cost to borrower.</p> <p>65.01% - 75% - Borrower must pay an insurance premium of 2.60%.</p> <p>75.01% - 80% - Borrower must pay an insurance premium of 3.30%.</p> <p>80.01% - 85% - Borrower must pay an insurance premium of 3.75%.</p> <p>85.01% - 90% - Borrower must pay an insurance premium of 5.85%.</p>
<b>Max Loan Amount</b>	<p>\$750,000 for Metro Toronto, Metro Vancouver and Metro Calgary.</p> <p>\$600,000 for the rest of Canada.</p>
<b>Minimum Recommended Beacon Scores</b>	<p>80.01% and higher LTV = minimum beacon score 650.</p> <p>Up to 80% LTV = at least one applicant must have a minimum beacon score of 680.</p>
<b>Restrictions</b>	<p>Commissioned individuals do not qualify for this program.</p> <p>Non-Residents and/or Non-Permanent Residents are not allowed.</p> <p>Gifted and borrowed down payments are not allowed.</p> <p>Rentals and Second Homes are not allowed.</p> <p>Former bankrupts are not permitted.</p> <p>Refinances not permitted.</p>
<b>Documentation Requirements</b>	<p>Most recent NOA to confirm no outstanding tax arrears along with ONE of the following to confirm ownership of the business and that it has been in operation for 2+ years. Examples include but not limited to the following:</p> <ol style="list-style-type: none"> <li>1. T1 Generals with Statement of business activities supported by NOA, prepared by an arm’s length third party.</li> <li>2. GST/HST returns.</li> <li>3. Audited Financial Statements prepared by a licensed CPA (Chartered Professional Accountant)</li> <li>4. Business License.</li> <li>5. Articles of Incorporation.</li> </ol>