

Future-forward, Broker focused.



<p>Overview</p>	<p>In general, Insurer Business for Self (ALT A/Low Doc) guidelines are followed; for more information please visit https://www.sagen.ca/products-and-services/business-for-self/ or https://www.canadaguaranty.ca/low-doc-advantage/.</p> <p>There is a 5bps rate premium to all BFS Stated Income files (Purchases & Transfers).</p> <p>Note that for transfers above 65% LTV, existing CMHC/Sagen/Canada Guaranty “Stated Income” insurance must be present.</p>
<p>Required Information For Application Submissions Notes</p>	<p>For reasonability of Stated Income, the following information is required at the time of submission:</p> <ol style="list-style-type: none"> 1. Industry type and details/profession. 2. Business structure (sole proprietor, partnership or incorporated AND percentage ownership). 3. Most recent business revenue/Gross sales figure. 4. Line 15000 from the most recent years’ Notice of Assessment (NOA), ensure no taxes owing to CRA <p><i>Any documentation which defers from the information submitted at time of submission is subject to requalification.</i></p>
<p>Loan to Value</p>	<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>
<p>Max Loan Amount</p>	<p>Maximum property value must be less than: \$1,000,000 if LTV ≤ 80%; OR \$1,500,000 if LTV > 80%.</p>
<p>Minimum Recommended Beacon Scores</p>	<p>At least one applicant should have a minimum recommended credit bureau score of 680.</p>

<p>Restrictions</p>	<ul style="list-style-type: none"> • Commissioned individuals do not qualify for this program. • Non-Residents and/or Non-Permanent Residents are not allowed. • Rentals and second homes are not allowed. • Former bankrupts and/or consumer proposals are not accepted. • Refinances not permitted.
<p>Documentation Requirements</p>	<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 are not limited to the following:</p> <ol style="list-style-type: none"> 1. T1 Generals with statement of business activities supported by NOA, prepared by an arm's length third party. 2. GST/HST returns. 3. Audited financial statements prepared by a licenced CPA (Chartered Professional Accountant) 4. Business Licence. 5. Articles of Incorporation. <p>For Quebec, the most recent year's provincial NOA is also required to confirm no tax arrears</p>
<p>Amortization</p>	<ul style="list-style-type: none"> • Maximum 25 years; or • Maximum 30-year amortization for owner-occupied homes if LTV > 80% and the borrower is either: (i) a first-time homebuyer or (ii) purchasing a newly constructed home.