

## MGIC Enhances Nontraditional Credit Underwriting and Pricing; DU® 10.0 Will be Eligible for our MGIC Go! Program

Effective June 25, 2016

We will implement changes that will enhance underwriting and pricing on many loans that include nontraditional credit. In addition, we will accept loans with an Approve/Eligible response from Fannie Mae's Desktop Underwriter® Version 10.0, incorporating trended credit.

The changes below are effective with MI applications received on or after June 25, 2016:

Changes to MGIC Go! and Standard Underwriting Requirements	
<b>1 or more borrowers have a valid credit score and 1 or more co-borrowers do not</b>	<ul style="list-style-type: none"> <li>We will no longer base loan eligibility and pricing on co-borrowers without a valid credit score                             <ul style="list-style-type: none"> <li>For MGIC Go!-eligible loans, see the respective Agency seller guide for valid credit score and nontraditional credit requirements</li> <li>For standard loans, not eligible for MGIC Go!, see our Underwriting Guide (UWG) section 3.10.02 for valid credit score requirements and UWG 3.10.04 for nontraditional credit requirements</li> </ul> </li> <li>Use the lowest Borrower Indicator Score among all borrowers with a valid credit score (Representative Credit Score) to determine eligibility and premium rates</li> </ul>
Changes to MGIC Go!	
<b>DU® Version 10.0</b>	<ul style="list-style-type: none"> <li>Loans with a DU® Version 10.0 Approve response are eligible for our MGIC Go! program</li> </ul>
<b>DU Approve/Eligible or LP® Accept/Eligible</b>	<ul style="list-style-type: none"> <li>If you're eligible to submit loans through our Delegated MI Underwrite Program (UWG 1.05.01), you can submit these loans through a delegated channel, even if none of the borrowers has traditional credit</li> </ul>
<b>DU Approve/Ineligible or LP Accept/Ineligible</b>	<ul style="list-style-type: none"> <li>All borrowers must have a valid credit score</li> </ul>

We will update our Underwriting Guide and summaries to reflect these changes.

### Questions?

For more information:

- Contact your MGIC Account Manager, [www.mgic.com/contact](http://www.mgic.com/contact)
- Contact customer\_service@mgic.com or 1-800-424-6442
- See our Underwriting Guide, [www.mgic.com/guides](http://www.mgic.com/guides)

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