



NATIONAL HOME MORTGAGE FINANCE CORPORATION

NHMFC CORPORATE CIRCULAR NO. CMP-009
16 October 1990
Series of 1990

T O : ALL CMP ORIGINATORS AND BORROWERS
SUBJECT : SUBMISSION OF LEASE PURCHASE AGREEMENTS

Under the existing guidelines of the Community Mortgage Program, a Letter of Guarantee can be issued without the submission of borrowers' Certificates of Loan Eligibility and individual Lease Agreements (LPA's), provided the originator and the Community Association will execute an undertaking to submit said documents within 90 days from date of payment to the landowner (Sec. 13.2 of Corporate Circular No. CMP-001, as amended).

However, there is an increasing tendency for non-compliance with the submission of the LPAs, which documents are submitted to NHMFC way beyond the prescribed period.

In view of the foregoing, it is now declared a policy that prior to the issuance of the Letter of Guarantee, the beneficiaries' individual Lease Purchase Agreements shall be submitted as part of the "must" documents for take-out processing.

This adopted policy guideline shall cover CMP projects which are subject of accreditation, and if already accredited, the projects have not been delivered to NHMFC.

This Corporate Circular shall take effect immediately.


RAMON A. ALBERT
President