

ADM 095

**NATIONAL HOME MORTGAGE FINANCE CORPORATION**

NHMFC CORPORATE CIRCULAR NO. CMP - 006

May 4, 1990

Series of 1990

TO : ALL CMP ORIGINATORS AND COMMUNITY ASSOCIATIONS

SUBJECT : LIBERALIZATION OF THE BONDING REQUIREMENT FOR AUTHORIZED COLLECTING REPRESENTATIVE

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Cognizant of the expensive cost and the amount of time entailed in the procurement of a surety bond as required under Sec.18.6 of NHMFC Corporate Circular No. CMP-001, dated 17 April 1989 which was similarly reiterated under Sec. 2 of Memorandum Order No. CMP 003, dated 28 February 1990, and in response to numerous requests to liberalize such provision, Sec. 18.6 of NHMFC Corporate Circular No. CMP-001 is hereby amended by adding a second paragraph thereof, to wit:


Sec. 18.6 Bonding of Collection Representative

The Association/Cooperative shall be required xxxxx in amounts as may be determined by NHMFC.

" However, should the procurement of the Surety Bond be not financially feasible as the same may be expensive and costly on the part of the Association, the latter has the option to secure under its name a Time Savings Certificate of Deposit equivalent to two (2) Monthly Amortization/rentals of the Community loan and assign the same to NHMFC for a period of two (2) years. "

Compliance with the aforestated provision shall be sufficient compliance with the requirement as prescribed in Sec. 13.1.p of NHMFC Corporate Circular No. CMP-001, as amended.

This Circular shall take effect immediately.

  
RAMON A. ALBERT  
President