

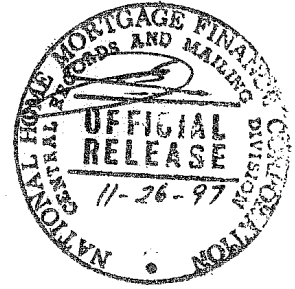


NATIONAL HOME MORTGAGE FINANCE CORPORATION

CORPORATE CIRCULAR NO. CMP-020

October 8, 1997

Series of 1997



TO : ALL CMP BORROWERS AND ORIGINATORS

SUBJECT : AMENDMENTS TO CIRCULAR NO. CMP-018

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To further ease the financial burdens of CMP beneficiaries and to reduce the processing time in the grant of CMP loans, the following amendments (in underlining) to the Consolidated Implementing Guidelines for the Community Mortgage Program (Circular No. CMP-018) are hereby made, to wit:

Sec. 7.3 should read:

"7.3 The collateral property shall have a Road Right of Way as access to and from existing roads. If the Road Right of Way has to be purchased, the cost of acquisition may be made part of the loan and shall be included in the collateral property. Submission of the Preliminary Approval and Locational Clearance (PALC) upon delivery of take-out documents shall be acceptable provided the existence of the proposed Road Right of Way shall have been determined during the Site Inspection. In lieu of the PALC, a Certification from the City/Municipal Engineering Office that an application for a PALC has been submitted to the Sangguniang Lungsod/Bayan for approval shall suffice as a temporary compliance to the PALC requirement, provided that, the Originator and the Community Association shall jointly undertake to submit the PALC within a period of six (6) months from the date of release of the loan."

Further, as a matter of policy/procedure in the processing of loan applications, the following modifications thereof shall be observed, viz:

1. A Certification from the Task Force on Title Verification of the Land Registration Authority shall be required for CMP projects in Metro Manila to supplement the usual title verification requirements.
2. Membership by CMP beneficiaries with either the SSS, HDMF or GSIS shall now be optional.

The above amendment/modifications shall take effect immediately and shall also cover all loan applications pending as of October 7, 1997.

For your information and guidance.

MANUEL EDUARDO B. LUNAS  
President