



Martin O'Malley
GOVERNOR

Anthony G. Brown
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Raymond A. Skinner
SECRETARY

Clarence J. Snuggs
DEPUTY SECRETARY

July 2, 2007

Directive 2007-11

MEMORANDUM: ALL PARTICIPATING LENDERS

SUBJECT: INTEREST RATE INCREASES

The purpose of this Directive is to inform you of the impending interest rate increases. The interest rate increases outlined below will go into effect today -- Monday, July 2, 2007 -- at 4:30 p.m. The interest rates for all products are increasing 1/4%. The interest rates for the Lifeline Refinance products are not changing. The interest rates will be updated on our website and Lender On-Line. This Directive will be uploaded to our website (under Lenders Only/Single Family Housing Directives) and also to Lender On-Line (under Program Documents/Single Family Housing Directives).

3 points	2 points	1 point	0 points	2% grant (0 points)	3% grant (0 points)
30-year amortizing					
6.000%	6.250%	6.500%	6.750%	6.875%	7.000%
40-year amortizing					
6.250%	6.500%	6.750%	7.000%	7.125%	7.250%
Interest-Only Loans (5/30, 7/23, 7/33)					
6.250%	6.500%	6.750%	7.000%	7.125%	7.250%

LENDER PAID MORTGAGE INSURANCE RATES Interest-Only Loans (5/30, 7/23, 7/33)					
6.750%	7.000%	7.250%	7.500%	7.625%	7.750%

For loans with Lender Paid Mortgage Insurance (LPMI), the interest rate reflected above is reduced 1/4% when loan enter amortization period.

100 Community Place
Crownsville, MD 21032

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TTY/RELAY 711 or 1-800-735-2258
WEB www.mdhousing.org



Please note: if for some reason the update to the Lender-on-Line reservation system is unable to be implemented by the planned time, any reservations that come in after then will be adjusted (assigned the correct/new rate) by Single Family.

As always, we appreciate your continued participation in MMP. If you have any questions concerning this Directive or suggestions for improving our Program, please contact me directly at (410) 514-7508 or 1-800-638-7781 or by e-mail at manahan@mdhousing.org.

Sincerely,

William J. Manahan

William J. Manahan

Assistant Director

Single Family Housing