

Non-QM Prepayment Penalty Matrix

Non-QM Prepayment Penalty Matrix	
Occupancy	Non-Owner Occupied, Investment
Lien Position	Minimum 1yr prepayment penalty required on DSCR 2 nd liens where allowed by state. Prepayment penalties eligible on non-owner occupied business purpose 2 nd liens where allowed by state.
Allowable Types of PPP Structures (Unless otherwise noted below)	
1) 6 Months Interest on the amount prepaid >20% of the original loan balance in any 12-Month period	
2) 3%, 4%, or 5% Fixed Percentage	
3) Declining structures that do not exceed 5% and do not drop below 3% in the first 3 years. Example: 5 YR PPP: 5%/4%/3%/2%/1% 4 YR PPP: 5%/4%/3%/2% 3 YR PPP: 5%/4%/3% 2 YR PPP: 4%/3% 1 YR PPP: 3%	
4) ALL DSCR Multi 5-8 Residential properties, eligible PPP terms are: 5% Fixed Percentage or Declining that do not exceed 5% and do not drop below 3% in the first 3 years.	

State	Borrower Type	Loan Amount	Amortization Type	Terms
Alabama (AL)	Any	Any	Any	Standard
Alaska (AK)	Any	Any	Any	Prohibited
Arizona (AZ)	Any	Any	Any	Standard
Arkansas (AR)	Any	Any	Any	3 YR Term MAX
California (CA)	Any	Any	Any	Standard
Colorado (CO)	Any	Any	Any	Standard, State Specific Disclosure Required
Connecticut (CT)	Any	Any	Any	Standard
Delaware (DE)	Any	Any	Any	Standard
District of Columbia (DC)	Any	Any	Any	Standard
Florida (FL)	Any	Any	Any	Standard
Georgia (GA)	Any	Any	Any	Standard
Hawaii (HI)	Any	Any	Any	Standard
Idaho (ID)	Any	Any	Any	Standard
Illinois (IL)	Business Entity	Any	Any	Standard
	Natural Person	Any	Any	Prohibited
	Any	Any	Any	Cook County: Diamond Plus products are prohibited for loan amounts ≤ \$250,000
Indiana (IN)	Any	Any	Any	Standard
Iowa (IA)	Any	Any	Any	Standard
Kansas (KS)	Any	Any	Any	Prohibited
Kentucky (KY)	Any	Any	Any	3 YR Term MAX
Louisiana (LA)	Any	Any	Any	Standard *Prohibited if property is rural*
Maine (ME)	Any	Any	Any	Standard
Maryland (MD)	Any	Any	Any	3 YR Term MAX Prohibited for Diamond Plus products
Massachusetts (MA)	Any	Any	Any	Standard
Michigan (MI)	Any	Any	Any	1 YR Term MAX, 1% of UPB Prohibited for Diamond Plus products
Minnesota (MN)	Any	Any	Any	Prohibited
Mississippi (MS)	Any	Any	Any	Declining PPP Structure Only
Missouri (MO)	Any	Any	Any	Standard
Montana (MT)	Any	Any	Any	Standard
Nebraska (NE)	Any	Any	Any	Standard
Nevada (NV)	Any	Any	Any	Standard
New Hampshire (NH)	Any	Any	Any	Standard
New Jersey (NJ)	C Corporation	Any	Any	Standard
	Natural Person	Any	Any	Prohibited
	LLC/Other Entities	Any	Any	Prohibited



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New Mexico (NM)	Any	Any	Any	Prohibited
New York (NY)	Any	Any	Any	Standard
North Carolina (NC)	Any	Any	Any	Standard
North Dakota (ND)	Any	Any	Any	Standard
Ohio (OH)	Any	\$116,356 or more*	Any	1 YR Term MAX, 1% of UPB (only if ≥ \$116,356) *amount changes annually (2026: \$116,356)
	Any	Less than \$116,356*	Any	Prohibited *amount changes annually (2026: \$116,356)
	Any	Any	Any	Prohibited for Diamond Plus 1-2 unit properties
Oklahoma (OK)	Any	Any	Any	Standard
Oregon (OR)	Any	Any	Any	Standard, State Specific Disclosure Required
Pennsylvania (PA)	Any	More than \$329,411*	Any	Standard, *amount changes annually (\$2026: \$329,411)
	Any	\$329,411 or less*	Any	Prohibited
Rhode Island (RI)	Any	Any	Any	Prohibited
South Carolina (SC)	Any	Any	Any	Standard
South Dakota (SD)	Any	Any	Any	Standard
Tennessee (TN)	Any	Any	Any	Standard
Texas (TX)	Any	Any	Any	Standard
Utah (UT)	Any	Any	Any	Standard
Vermont (VT)	Any	Any	Any	Prohibited
Virginia (VA)	Any	Any	Any	Standard Prohibited for Diamond Plus products
Washington (WA)	Any	Any	Fixed Rate	Standard
	Any	Any	ARM	Prohibited
West Virginia (WV)	Any	Any	Any	Standard
Wisconsin (WI)	Any	Any	Any	Standard, State Specific Disclosure Required
Wyoming (WY)	Any	Any	Any	Standard

