



Maryland Department of Housing  
and Community Development

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January 31, 2008

Directive 2008-1

MEMORANDUM: ALL PARTICIPATING LENDERS

SUBJECT: **INTEREST RATE DECREASES – MARYLAND MORTGAGE PROGRAM  
& LIFELINE REFINANCE PROGRAM**

The purpose of this Directive is to inform you of interest rate decreases for the regular Maryland Mortgage Program and the Lifeline Refinance Program. The interest rate decreases outlined below are effective for loans reserved on or after February 1, 2008. In addition to the 2 point interest rate decrease on the Lifeline Refinance Program, a new 0 point product is being added to this program. 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					
5.500%	5.625%	5.750%	5.875%	6.125%	6.250%
40-year amortizing and 5/30 and 7/33 interest-only					
5.750%	5.875%	6.000%	6.125%	6.375%	6.500%

<b>LENDER PAID MORTGAGE INSURANCE</b>					
5/30 and 7/33 interest-only loans					
6.250%	6.375%	6.500%	6.625%	6.875%	7.000%

*For loans with Lender Paid Mortgage Insurance (LPMI), the interest rate reflected above is reduced ¼% when loan enters amortization period.*

<b>LIFELINE REFINANCE PROGRAM</b>					
N/A	6.250%	N/A	6.500%	N/A	N/A

100 Community Place  
Crownsville, MD 21032

TOLL FREE 1-800-638-7781  
TTY/RELAY 711 or 1-800-735-2258  
WEB [www.mdhousing.org](http://www.mdhousing.org)



Please note: if for some reason the update to the Lender-on-Line reservation system is unable to be implemented by Friday, February 1, 2008, the effective date of the interest rate change, any reservations that come in on or after this date will be adjusted to the new rate by Single Family Housing.

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](mailto:manahan@mdhousing.org).

Sincerely,

*William J. Manahan*

William J. Manahan  
Assistant Director  
Single Family Housing