FHA Identity of Interest Certification

Borrower(s):	Broker/Lender:

What is an "Identity of Interest?"

FHA defines an "Identity of Interest" as any relationship where the purchaser and seller are related, and/or affiliated through a business relationship. This could, for example, be parent/child as buyer/seller, corporation selling to an employee, persons who are partners in other projects as buyer/seller. FHA restricts the loan to value on such loans to 75% of the lesser of the property value plus closing costs or acquisition cost for investor properties/non-occupying co-borrower transactions; or 85% of the lesser of the property value plus closing costs or acquisition cost for owner-occupied properties.

Check the option below that describes your situation:

( ) I **do not** have an "identity of interest" with the seller of the property I plan to purchase with the FHA financing for which I have applied.

( ) I **do** have an "identity of interest" with the seller of the property I plan to purchase with the FHA financing for which I have applied. Further, I understand that my loan-to-value ratio is restricted as follows:

- to 85% of the lesser of the property value plus closing costs or acquisition cost since I will occupy the property;
- to 75% of the lesser of the property value plus closing costs or acquisition cost since there is a non-occupying co-borrower or a non-occupying borrower which will not occupy the property as a principal residence.
- My relationship with the seller is:

Warning: Our signature(s) below indicate that we fully understand that it is a Federal Crime punishable by fine, imprisonment or both to knowingly make any false statements concerning any of the above facts as applicable under the provision of Title 18, United States Code, Section 1012 and 1014.

I/We have received a copy of this disclosure.

Borrower Date

Co-Borrower Date