

Title II Single Family Program Lenders' Adjusted Net Worth Computation

(LENDER NAME)

FHA servicing portfolio* at: _____ (end of fiscal year under audit)	(a) \$ _____
* HUD-FHA-insured single-family mortgages only. Include HECMs at maximum claim amount.	
FHA Originations – FHA-insured Title II loan originations during fiscal year	(b) \$ _____
FHA Purchases – FHA-insured Title II third-party originator purchases during the fiscal year	(c) \$ _____
Total FHA loan activity [(d) = (a) + (b) + (c)]	(d) \$ _____
FHA-insured Title II loan originations retained at the fiscal year end	(e) \$ _____
FHA-insured Title II third-party originator purchases retained at the end of fiscal year	(f) \$ _____
Adjustments [(g) = (e) + (f)]	(g) \$ _____
Total adjusted FHA loan activity [(h) = (d) - (g)]	(h) \$ _____
Net Worth Required	(i) \$ <u>1,000,000</u>
If (h) ≤ \$25 million, skip lines (j) and (k) and insert (i) on line (o).	
Additional net worth required	(j) \$ _____
If (h) > \$25,000,000 then (j) = (h) - (25,000,000) * (1%)	
Total net worth [(k) = (i) + (j)]	(k) \$ _____
If line (k) < \$2,500,000, insert line (k) on line (o).	
If line (k) > \$2,500,000, insert \$2,500,000 on line (o).	
Stockholders' equity (net worth) per balance sheet	(l) \$ _____
Less unacceptable assets	(m) \$ _____
Adjusted net worth [(n) = (l) - (m)]	(n) \$ _____
Minimum net worth required	(o) \$ _____
Adjusted net worth above/(below) required minimum amount [(p) = (n) - (o)]	(p) \$ _____