

Lenders Mortgage Insurance Underwriting Guidelines bulletin and Valuation Minimum Standards

Summary of changes effective 14 April 2020

Underwriting Guidelines bulletin

The following sections have been updated:

- **Sections 5.2.3 & 5.2.7**
 - Expand verification of repayment history to include CCR account information.
- **Section 7**
 - Removed reference to net monthly cash surplus.
- **Section 9.4**
 - Update of Unacceptable Security List
- **Section 10**
 - Inclusion of Desktop Valuation type
 - Inclusion of COS supported by AVM as a valuation type
 - Inclusion of COS/AVM & Desktop Valuation Postcodes
- **Section 12**
 - Include verification expectations for Lender's who have access to CCR information.
- **Section 16.2**
 - Inclusion of subdivision / boundary alignment in partial release of security.
- **Section 16.3**
 - Include new variation section for borrower amendments.
- **Section 17**
 - Include new terms and definitions in glossary.

Valuation Minimum Standards

The following sections have been updated:

- **Section - Introduction**
 - Includes Desktop Assessments
- **Section A**
 - Includes Desktop Assessments
- **Section B**
 - Separates Valuations and Desktop Assessments
- **Section - C**
 - Highlights Valuations- Short Form/ Long Form Valuation requirements
- **Section D**
 - Includes assessment reports (e.g. Desktop assessments)
 - Includes current reference of the API Code of Professional Conduct
- **Section E**
 - Includes assessment instructions (e.g. Desktop assessments)
 - Separates Valuations and Desktop Assessments
 - References to the Genworth LMI Underwriting Standards and Guidelines
- **Section F**
 - Separates and expands Supplier obligations on Valuations, Desktop Assessments and Contract of Sale purchase price verified by AVM requirements
- **Section G**
 - Addition of some MIP requirements such as:
 - Using a different valuation company than the original valuation (unless consulted with Genworth)
 - When repairs provide an 'As is' and 'As if Complete' value plus value ranges
 - As if Complete market value and range should be based on habitable/rentable condition.
- **Glossary**
 - Addition terms and edits, particularly regarding Desktop assessments, Contract of Sale and Automated Valuation Model terms.