



November 7, 2017 | The AFR 411 2017-22 *****REVISED December 14, 2017*****

American Financial Resources, Inc.



Attention: AFR Lending Partners

Topics in this edition of The AFR 411 include:

- **ALTA Endorsement 32-06 "Construction Loan – Loss of Priority"**

*****UPDATE*****

Effective December 14, 2017, AFR will no longer require the ALTA Endorsement 32-06 (or similar document) on Renovation Loans.

ALTA Endorsement 32-06 "Construction Loan – Loss of Priority"

Effective on submissions dated on or after November 8th, AFR will require an ALTA Endorsement 32-06 (or similar) "Construction Loan – Loss of Priority" on all Renovation Loans. The initial Loan Estimate "LE", subsequent LEs and the Closing Disclosure must reflect the amount of the ALTA 32-06 (or similar).

AFR Renovation loans:

- FHA Standard 203(k)
- FHA Limited 203(k)
- FHA One Time Close (OTC)
- VA Renovation
- FNMA HomeStyle
- USDA One Time Close (OTC)

Note: AFR Repair Escrow loans (FHA 203(b) Repair Escrow, USDA Repair Escrow, etc.) do not require this ALTA Endorsement.