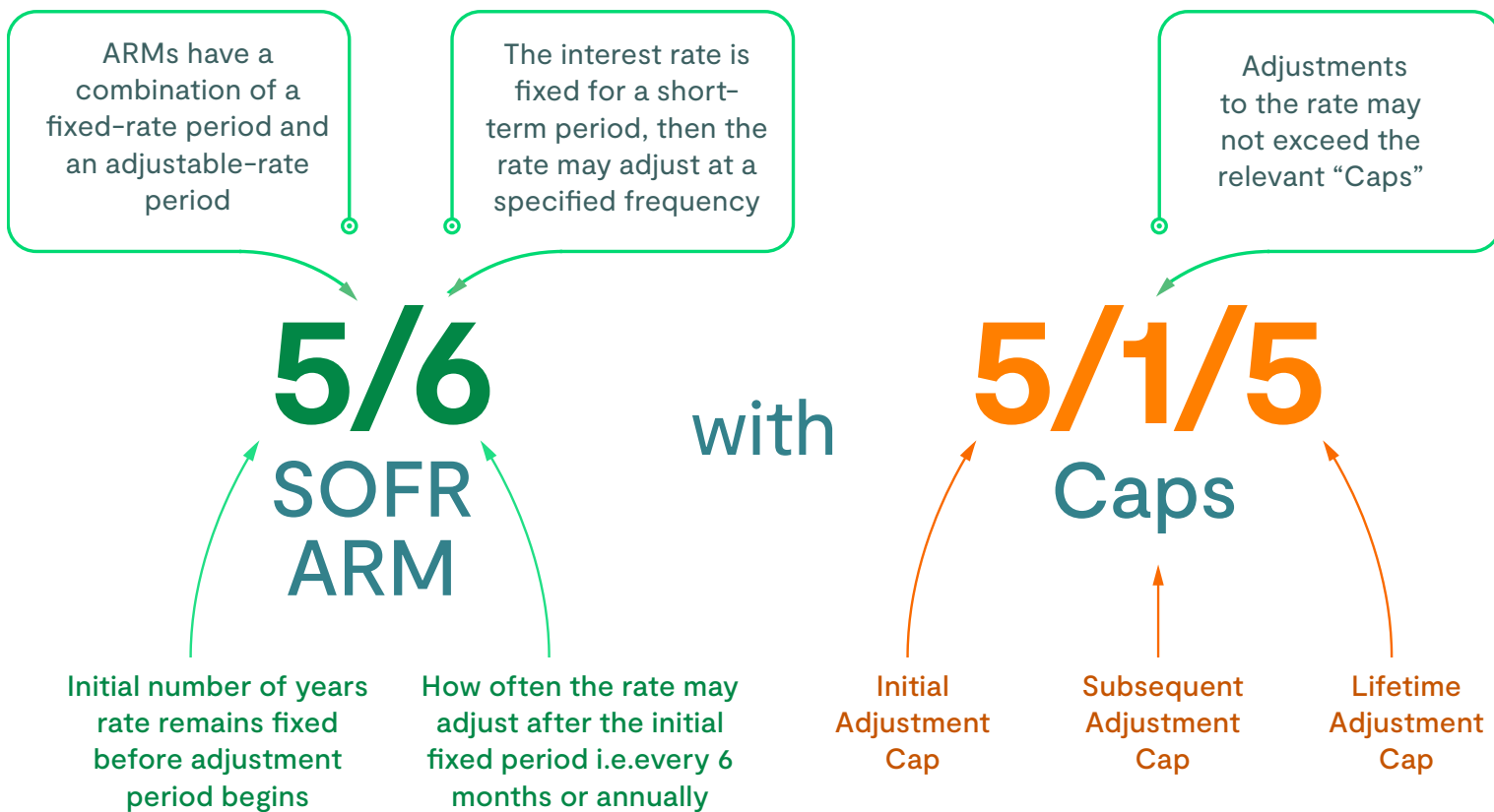


Enact's Guide to ARM Loans

How They Work



EXAMPLE

5/6 SOFR Indexed ARM With 5/1/5 Caps

- Initial Note Rate: 3%
- Initial Adjustment Cap: 5%
- Subsequent Adjustment Rate Cap: 1% every 6 months after initial fixed period of 5 years
- Lifetime Adjustment Cap: 5%
- **Maximum Rate:** Maximum rate that could apply after the first payment is 3% + 5% = **8%**

As you navigate a changing market, rest assured Enact is here to help.
For more information and training, contact your Enact Sales Rep.

DISCLAIMER: Enact Mortgage Insurance provides this summary as a courtesy to our customers. It is not definitive of all aspects of federal consumer financial protection laws related to adjustable rate mortgages or Fannie Mae's and Freddie Mac's adjustable rate mortgage guidelines, nor any state-specific laws, nor is it legal advice or a legal opinion, and it may not be relied upon as such. For more detail, consult the applicable Seller/Servicer Guide or legal counsel.