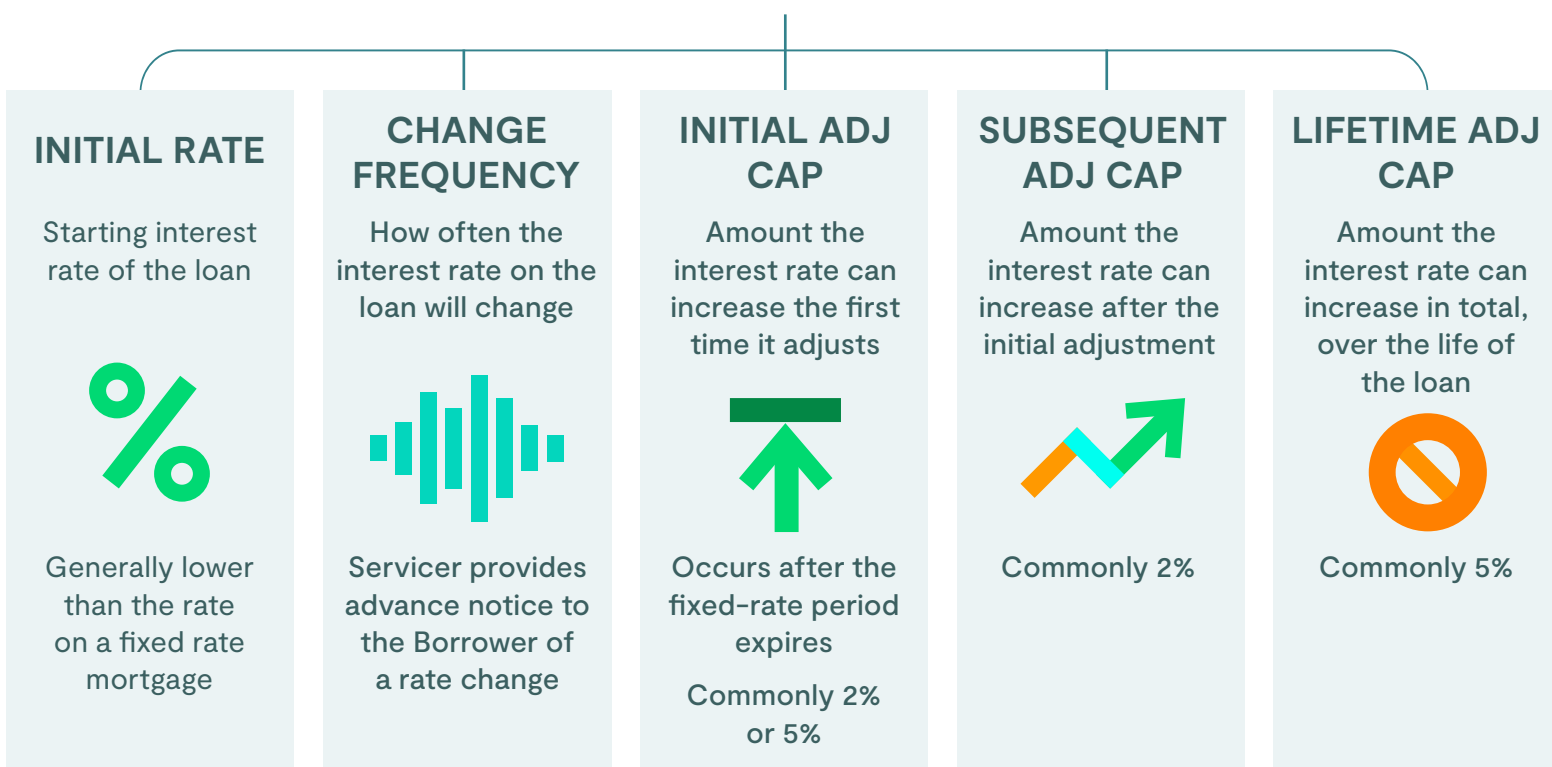


Enact's Guide to ARM Loans

The Basics

An Adjustable Rate Mortgage (ARM) is a mortgage with an interest rate that changes, or “adjusts,” throughout the loan.*

THE COMPONENTS



Due to payment uncertainty for the borrower and the potential for increased delinquencies with rate adjustments, ARM loans are not ideal for every borrower. For guidance, keep the CFPB's Consumer Handbook on Adjustable Rate Mortgages handy!

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

*According to definition in the CFPB's Consumer Handbook on Adjustable Rate Mortgages https://files.consumerfinance.gov/f/documents/cfpb_charm_booklet.pdf.

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/Service Guide or legal counsel.