MPF® Announcement

MPF Announcement:
2026-64

Date:
September 25, 2026

Alert:
Clarification
New Policy
Policy Update
Reminder
Training Information
Marketing Bulletin

Audience:
Compliance/Legal
Program Management
Origination
Quality Control
Servicing
Underwriting

Product:
MPF Government MBS
MPF Traditional
MPF Xtra®

Effective Date:

Immediately *(unless otherwise noted within)*

MPF Xtra Servicing Updates – FNMA LL-2026-07

Fannie Mae issued Lender Letter **LL-2026-07** announcing updates that permit servicers to proactively notify borrowers who may be eligible for mortgage insurance (MI) termination based on the current value of their property.

Under this guidance, servicers may:

- Contact borrowers whose mortgage loans may be approaching or have met the loan-to-value (LTV) requirements for MI termination based on the property's current value.
- Inform borrowers of the actions and documentation required to request termination of mortgage insurance.

Effective: This policy change is effective immediately and will be reflected in a future Fannie Mae *Servicing Guide* update.

Form SG-343 must continue to be submitted to the MPF Provider whenever Mortgage Insurance is cancelled or terminated.

To gain a full understanding of this update, PFIs should review the entire Fannie Mae Announcement and any applicable Fannie Mae Servicing Guide chapters noted in the announcement.

For questions or assistance, please contact the MPF Service Center by using one of the following options:

- MPF Customer Service Portal
- Email: MPF-Help@fhlbc.com
- Phone: (877) 345-2673

Reference

Fannie Mae Lender Letter LL-2026-07

Please note you can access the MPF Guides and MPF Announcements on our MPF Website.

Visit the MPF Website to review and register for upcoming complimentary MPF Webinars.

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Lender Letter (LL-2026-07)

Sept. 16, 2026

To: All Fannie Mae Single-Family Servicers
Updates to Mortgage Insurance Termination Requirements

At the direction of U.S. Federal Housing (FHFA), we are updating our requirements related to termination of conventional mortgage insurance to permit servicers to solicit borrowers that may be eligible for mortgage insurance termination based on the current value of the property.

This policy change will be reflected in a future *Servicing Guide* update.

Servicer solicitation of loans that may be eligible for mortgage insurance termination based on current value

We are permitting servicers to proactively solicit borrowers whose mortgage loans may be close to or have reached the loan-to-value (LTV) requirements for mortgage insurance (MI) termination based on current value of the property and notify the borrower of the actions required to terminate MI as listed in *Borrower-Initiated Termination of Conventional Mortgage Insurance Based on Current Value of the Property* in *Servicing Guide* B-8.1-04, Termination of Conventional Mortgage Insurance.

Effective: This policy change is effective immediately.

Servicers may contact their Fannie Mae Account Team if they have questions about this Lender Letter.
Have guide questions? Get answers to all your policy questions, straight from the source. Ask Poli.