MFM Bulletin: 023-2025

Date: September 25, 2025

Subject: Fannie Mae Limited Cash Out Refinance Changes

Fannie Mae has recently aligned with Freddie Mac and has increased the amount of cash back the borrower can receive in a limited cash out refinance (LCOR) transaction to the greater of 1% of the mortgage amount or $2,000.

This change is effective with the DU update taking place on September 27th, 2025.

Please contact the MFM Underwriting Dept. (underwriting@memberfirstmortgage.com) if you have any concerns pertaining to guidelines and/or eligibility.

Thank you!