



Fannie Mae

Application for Project Acceptance—Type 2 Cooperatives

The following information is to be attached to Form 1026 when submitting a Type 2 Cooperative Project:

1. If there is a project mortgage or other liens on the project real estate, supply the following information:
 - a) Indicate position, e.g., project mortgage, second mortgage, etc.;
 - b) Name of lienholder;
 - c) Lienholder's address;
 - d) Lienholder's phone number;
 - e) Outstanding balance; indicate related date;
 - f) Interest rate;
 - g) Term; and
 - h) Description of terms of any special features such as rollovers or balloons; identification of anything affecting the payment, such as escalating interest rates, maturity call options, etc.
2. If the interest rate escalates at any time, or taxes increase due to an abatement or exception, provide an example indicating the effect that this will have on the monthly assessments.
3. The outstanding balance of the project mortgage or any other liens, if applicable, expressed as a ratio of the total project dollar sellout to tenants (inside price), is _____%.
4. Indicate the procedure for collecting and remitting the mortgage payments, taxes and insurance to the project mortgage holder and, if applicable, mortgage payments to other lienholders.

Instructions

Application for Project Acceptance - Type 2 Cooperatives

The lender uses this form as a supplement to the Application for Project Acceptance (Form 1026) when it submits a Type 2 cooperative project for our review. The form provides specific information related to the cooperative project mortgage or other outstanding liens.

Copies

Original, plus one.

Print this form

This form must be printed on legal size paper, using portrait format.

Instructions

The lender submits the original of this form to us when it submits its initial Application for Project Acceptance (Form 1026). It retains a copy of the form in its master project file.

If the cooperative project is encumbered by a project mortgage and other liens, the lender should prepare separate forms for each of the liens.