

Fannie Mae Multifamily Announces Competitively Priced Fixed Rate Declining Prepayment Structures for Loans on Smaller Properties

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Fannie Mae Multifamily now offers competitively priced fixed rate loan executions with declining prepayment structures designed specifically for borrowers with properties between 5 and 50 units. These loans will enhance the ease of calculating prepayment premiums at any point in the loan, giving owners of smaller properties simplicity in loan terms, predictability in prepayment and competitive pricing.

Fannie Mae offers three fixed rate loan executions with the declining prepayment option:

- A 5-year loan with 5-4-3-2-1 declining premium with no lockout period;
- A 7-year loan with a 2-year lockout, followed by 5-4-3-2-1 declining premium; or
- A 10-year loan with 5-5-4-4-3-3-2-2-1-1 declining premium with no lockout period.

These prepayment terms are available for any acquisition or refinance loan backed by multifamily conventional properties with between 5 and 50 units. Please note that at this time, declining prepayment premium trades are exclusive to Fannie Mae's Trading Desk.

Contact your Fannie Mae representative to discuss Fannie Mae offerings for your next DUS® deal. To learn more about these prepayment terms and other Fannie Mae financing solutions, [visit our website](#).