HAWAII HOUSING FINANCE AND DEVELOPMENT CORPORATION
SINGLE FAMILY MORTGAGE REVENUE BONDS

DOWNPAYMENT ASSISTANCE COMMITMENT LETTER

677 Queen Street, Ste. 300, Honolulu, Hawaii 96813 (808) 587-0620

To Lender:

Subject: HHFDC Hale Kamaʻāina Program
Downpayment Assistance Commitment – Legally Enforceable Obligation Letter

Borrower(s):

Property Address Being Purchased:

Second Loan Amount:
FHA Case Number:

The Hawaii Housing Finance & Development Corporation ("HHFDC") qualifies as an "instrumentality of Government" in accordance with Federal Housing Administration (FHA) guidelines. This letter is to document HHFDC's compliance with FHA's requirements for Secondary Financing as outlined in the Single Family Housing Policy Handbook 4000.1, including the Borrower's Minimum Required Investment. This commitment satisfies HUD's requirement for a legally enforceable obligation of program funds at or before closing. In regard thereto, HHFDC states that it has, at or before closing, incurred a legally enforceable obligation to provide the funds towards all or a portion of the Borrower's Minimum Cash Investment through the above-referenced Second Loan. You must also satisfy all FHA insurability requirements for the First Mortgage Loan, including submission of this Commitment Letter in the FHA case binder.

As provided in the Program Guidelines, the above-referenced Second Loan Amount will be advanced upon closing by the Lender on behalf of HHFDC for the benefit of the Borrower. HHFDC will provide for the reimbursement of the Second Loan Amount to the Lender at the time the First Mortgage Loan is purchased and funded by the Servicer, to whom all First Mortgage Loans and Second Loans must be sold. The above referenced Program Assistance will be evidenced by a Second Promissory Note and secured by a Second Mortgage (and subordinate lien on the Property) with HHFDC as the beneficiary. Borrower understands that interest on the loan is deferred simple interest and that the interest may be forgiven in the sole discretion of HHFDC if the Borrower complies with all program eligibility requirements and fulfills all obligations under the Second Promissory Note and the Second Mortgage for the duration of the Second Loan, as long as such duration is for at least 10 years.

Dean Minakami
Dean Minakami, Executive Director
Hawaii Housing Finance and Development Corporation

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