

Mortgage Loan Modification is the greatest solution to save your home and stop foreclosure. Some 650,000 troubled borrowers have been put into trial loan modifications under the president's foreclosure rescue plan, the Treasury Department said Tuesday. That number represents only 20% of eligible homeowners.

The Obama Administration has introduced a comprehensive Financial Stability Plan to address the key problems at the heart of the current crisis and get our economy back on track. A critical piece of that effort is Making Home Affordable, a plan to stabilize our housing market and help up to 7 to 9 million Americans reduce their monthly mortgage payments to more affordable levels.

The Home Affordable Refinance Program gives up to 4 to 5 million homeowners with loans owned or guaranteed by Fannie Mae or Freddie Mac an opportunity to refinance into more affordable monthly payments. The Home Affordable Modification Program commits \$75 billion to keep up to 3 to 4 million Americans in their homes by preventing avoidable foreclosures

What is **Obama's Mortgage Relief Program** & How do you qualify?

Who is eligible?

Have obtained the mortgage before Jan 1, 2009

The home should be owner occupied

May be default or at risk of default

Have the primary mortgage of less than \$729,750

Who is NOT eligible?

Speculators, who bought as investment

Those who misrepresented their income in the loan application

Should not be a jumbo mortgage

What you should do?

If your total debt (like car loans etc) is more than 55% of your income, you are still eligible but should undergo debt counseling

You should prove that you have income to make loan repayments.

Benefits you will get

Refinance mortgage loan to low interest, rates cannot be less than 2%

Borrowers who are prompt in making loan repayments will get incentive bonus of \$1000 per year for 5 years

Lender will lower the monthly payment to 31% of the gross income.

The refinance will last for 5 years

The White House has called on servicers to start on at least 1,000,000 modifications by December 1st. It is estimated that it could benefit 8 to 9 million homeowners from the new modification procedures. Even if you don't meet the above eligible requirements you might still qualify for other Mortgage Modification Programs.