

APPENDIX 22

DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT
FEDERAL HOUSING ADMINISTRATION

Letter Agreement Authorizing Deferment of Commencement of
Principal Payments for Section 236 Projects When Maturity
Date is Extended for a Period Equivalent to the Period of Deferment.

In Reply Refer to:
(Insert Date)

(Insert Mortgagee's Name and Address)

Re: (Insert Project No.)

Gentlemen:

This letter will serve as our approval of the request for a stay in the commencement of principal payments on the mortgage covering the subject project. It is agreed that principal payments shall be deferred for the period beginning _____ to the first day of the first month which falls not less than thirty days following final endorsement. A corresponding adjustment in the term of the mortgage will be made by extending the maturity date for a period equivalent to the period of deferment.

This change will not affect the eligibility of the mortgage for insurance under the provisions of Section 236 of the National Housing Act, as amended, and applicable FHA Regulations, provided that prior to final endorsement the Mortgage and Note will be modified in a manner satisfactory to the Department of Housing and Urban Development Closing Attorney assigned to the case.

In the event of subsequent claim against the mortgage insurance, insurance benefits will be computed on the basis of the date of default as determined under the terms of the modified mortgage.

You are requested to evidence your acceptance of this agreement to modify by signing all five copies of this letter in the space provided and returning throe of them to (Insert name and address of appropriate field office director).

Very truly yours,

ACCEPTED _____

(Date)

Commissioner

Assistant Secretary-

By _____

(Mortgagee)

Authorized Agent

By _____

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