

# Multifamily Selling and Servicing Guide

Effective as of November 4, 2025

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Effective: 11/04/2025



#### **704.05** Subordinate Lender

#### ▼ Requirements

If the Lender type is	Then
Public / Quasi-Public / Not-for-Profit Lender	A subordinate loan provided by a public, quasi- public, or not-for-profit Lender may
	<ul> <li>be Soft Financing, or</li> <li>require mandatory payments of P&amp;I, or interest-only.</li> </ul>
Private Lender	You must ensure that any subordinate financing originated by a private, for-profit Lender is Soft Financing per Part III, Chapter 7: Multifamily Affordable Housing Properties, Section 704.04: Soft Financing.

Effective: 11/04/2025



## Glossary

 $\mathbf{L}$ 

Lender Person Fannie Mae approved to sell or service Mortgage

Loans.

Synonyms
• Lenders

• Lender's

P

P&I Principal and interest

Effective: 11/04/2025