Fannie Mae®

Guide Update 25-05: Liability Insurance Exclusions

Effective: 04/14/25
Retired: 06/02/25

Summary of Changes

HIGHLIGHTS
Effective for all Mortgage Loans as of April 14, 2025, updated Part II, Chapter 5: Property and Liability Insurance, Section 501.04: Liability Insurance.

Primary Change

Clarified liability insurance requirements specifying that coverage must be without exclusions.

Per Part II, Chapter 5: Property and Liability Insurance, Section 501.04: Liability Insurance, you must ensure each Property and Borrower is covered, without exclusions, throughout the Mortgage Loan term for

- bodily injury,
- Property damage, and
- personal injury.

Questions

Please contact Jennifer Clements at (202) 752-5988, or jennifer_d_clements@fanniemae.com, with any questions.

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