



FHA IDENTITY OF INTEREST CERTIFICATION

Applicant

Co-Applicant

Broker

Lender

What is an Identity of Interest? FHA defines an Identity of Interest as any relationship where the purchaser and seller are related and/or affiliated through a business relationship. This could, for example, be a parent/child as the buyer/seller, a corporation selling to an employee, or persons who are partners in other projects as the buyer/seller. FHA restricts the loan-to-value (LTV) ratio on such loans to 75% of the lesser of the property value plus closing or acquisition costs for investment properties/non-occupying co-borrower transactions; or 85% of the lesser of the property value plus closing or acquisition costs for owner occupied properties.

Choose the option below that best describes your situation:

I **DO NOT** have an Identity of Interest: with the seller of the property I plan to purchase with the FHA financing for which I have applied.

I **DO** have an Identity of Interest with the seller of the property I plan to purchase with the FHA financing for which I have applied. Further, I understand my loan-to-value (LTV) ratio is restricted as follows:

- to 85% of the lesser of the property value plus closing or acquisition costs, since I will occupy the property.
- to 75% of the lesser of the property value plus closing or acquisition costs, since there is a non-occupying borrower or a non-occupying co-borrower which will not occupy the property as a principal residence.

Buyer's relationship to seller: _____

NOTICE: The signature(s) below indicate a full understanding that it is a federal crime punishable by fine, imprisonment, or both, to knowingly make any false statements concerning any of the above facts as applicable under the provision of Title 18, United States Code, Section 1012 and Section 1014. The undersigned have received a copy of this disclosure.

Applicant Signature

Date

Co-Applicant Signature

Date