

ACI Construction Through Permanent Financing for Apartment Buildings

Advanced Commercial Credit International (ACI) Limited
www.advancedcommercialcredit.com

FHA 221 (d) 4 Multifamily Construction Program

ACI is accepting loan applications and currently offering multifamily construction through a HUD insured FHA 221 (d)4 financing program .



We Offer

- Unique Programs
- Prompt Service
- Flexible Terms
- Reasonable Rates and Fees
- Structured Financing
- Loans in Today's Market
- On Time Closings
- We Close Deals



Whereas many regular banks and investors have reduced their construction lending there are more, developers, contractors, & mortgage brokers turning to FHA lenders for their construction financing.

At ACI we provide FHA-insured, long-term, fixed-rate financing for new construction or substantial rehabilitation of multifamily projects nationwide. ACI uses the two-stage Multifamily Accelerated Processing Program (MAP) to expedite underwriting and approval.

We are dedicated in providing our clients with the best available loan products in today's market.

Call us for a quote; you will be pleased with the terms and our commitment to provide you with the best solution.

Contact Us Today

1-888-755-8355

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for

Further details on the terms we are prepared to offer.

Loan Term

Construction loan plus up to 40-year permanent loan

Amortization

Up to 40 Years

Maximum Loan Amount

Determined by the lowest of:

1. 90% of total eligible development costs (100% for non-profit)
2. 1.11 debt service coverage (1.05 for non-profit)
3. HUD's statutory mortgage limits
4. For rehab add 90% of the "as is" value (100% for non-profit) plus 90% of the total development cost (100% for non-profit)

Fixed Rate

Yes - Construction and Permanent

Eligible Property

Multifamily projects to be built and projects undergoing substantial rehabilitation. Detached structures and row houses are eligible.

Eligible Borrower

Single Asset Entity (for profit or non-profit)

Occupancy Requirement

Underwritten at a maximum 95% occupancy

Tax and Insurance Escrows

Monthly deposits required

Recourse

Non-recourse - Construction and Permanent

Commercial Space

Maximum 10% of gross floor area and maximum 15% of potential gross income

Required Reports

Market Study, Appraisal, Architect/Cost Review and Phase I

Prepayment

Negotiable. Generally three year lockout with declining percentage of principal thereafter up to 10 years (7-6-5-4-3-2-1).

Assumable

Subject to ACI and HUD approval and payment of assumption fee

Good Faith Deposit

Negotiable based on project type

Expense Escrow

Yes - sufficient to cover ACI's expenses and third-party report costs

Origination Fee

1% to 2%

HUD Application Fee

Non-refundable fee of \$3 per \$1,000 (0.3%) of the mortgage amount due to HUD with the firm commitment submission package.

HUD Inspection Fee

0.5% of the mortgage amount for new construction. 0.5% of the cost of the repairs for substantial rehab.

Legal/Closing Fee

Borrower pays ACI's counsel fee and miscellaneous closing costs.

Rehabilitation Qualifications

Repairs must exceed \$6,500 per unit (adjusted for local high cost factor), 15% of the "as rehabbed" appraised value or replacement of 2 or more major building systems.

Davis Bacon

Davis Bacon labor standards and wage requirements apply to construction and rehab work.

HUD Mortgage Insurance Premium (MIP)

HUD sets the cost of the FHA Insurance. The MIP is paid in advance for the construction period and is escrowed monthly after amortization commences.

For further information on this program or other loan programs offered by ACI

Contact: Terry Taylor, President of ACI - 888-755-8355

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