

DATE: October 5, 2006

SUBJECT: Federal financial regulatory agencies issue final guidance on nontraditional mortgage product risks.

HIGHLIGHTS: The federal financial regulatory agencies today issued final guidance to address the risks posed by residential mortgage products that allow borrowers to defer repayment of principal and sometimes interest (*Interagency Guidance on Nontraditional Mortgage Product Risks*).

**DOCUMENT
LOCATION:**

<http://www.federalreserve.gov/boarddocs/press/bcreg/2006/20060929/default.htm>

**FURTHER
INFORMATION:**

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