

DATE: April 23, 2007

SUBJECT: Working with mortgage borrowers. (SR 07-6)

HIGHLIGHTS: On April 17, 2007, the Federal Reserve and the other federal financial institutions regulatory agencies issued the attached staff guidance to encourage supervised institutions to work constructively with homeowners who are financially unable to continue meeting their mortgage payments. Prudent workout arrangements that are consistent with safe and sound lending practices are generally in the long-term best interest of both the financial institution and the borrower.

DOCUMENT

LOCATION: <http://www.federalreserve.gov/boarddocs/srletters/2007/SR0706.htm>

**FURTHER
INFORMATION:**

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