

From: "Amber Serrill" <AmberSerrill@mortgagease.com> on 04/03/2008 01:15:02 PM

Subject: Regulation Z

To Whom It May Concern:

In regards to docket No. R-1305 the proposed regulations are not in line with current market trends and current financing risk analysis. The elimination of stated loans will only further impact the housing market and foreclosure issues that continue to escalate. There are many circumstances in which a person may need to state their income, but yet still have the means to repay a mortgage for the next seven years and still be in compliance with federal regulation. In addition, the disclosure of yield spread and broker compensation at the time of application is impossible. The biggest issue with not being able to do that is usually because of borrowers inability to bring all of the required information at the time of application which has a direct effect on structuring the loan and the avenues a broker will take in getting them a loan. Furthermore, I feel the senate committee should spend more time learning about the lending process from those who are actually getting lending done as opposed to the banks who are upset over loss. If there was no risk in lending would we not all be banks? I feel this docket should not be approved at all.
