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Comments:

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Proposal: Credit Risk Retention
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Guys, I've been in the mortgage business for over 36 years. Most of my business is less than 80% LTV but none of my borrowers will sell their homes unless first time buyers buy their homes. Risk Retention is a good idea in principle but will never work because the Big Banks will be the only ones that will afford this kind of policy. We have seen that the big banks are unwilling to do anything that does not make one basis point to them. The consumer will ultimately pay for this just as Loan Officer Compensation is being transferred to the borrower. Fed members use your senses, do not have risk retention, it will stop the business. Now listen to the resolution to the problem, mandate reasonable & sensible UNDERWRITING REQUIREMENTS. If this had been done before there would be no need for TARP or the crisis we are in.