

Meeting with PNC Financial Services Group/PNC Mortgage

On May 10, 2011, Federal Housing Finance Agency staff met with representatives of PNC Financial Services Group/PNC Mortgage to discuss the proposed rule on credit risk retention. During the discussion, the representatives of PNC noted that they generally supported the concept of risk retention, and expressed that qualified residential mortgages (QRM) should be defined so that the QRM/non-QRM market would be about equal in size to help assure liquidity in both market segments. They also commented on the premium reserve capture account, with respect to the ability of lenders to fund lender paid closing costs for borrowers. PNC indicated that it would be submitting a more detailed written comment on the rule.