

A. Leasehold Requirements

The following leasehold requirements must be fulfilled:

1. The lease (including all amendments) must be recorded.
2. The leasehold must be in full force and effect and must not be subject to any encumbrances or liens without AHFC's prior written approval. The leasehold must contain no terms requiring or permitting subordination to liens without the mortgagee's prior written consent.
3. The original term or exercised renewal of the lease and any renewals enforceable by the mortgagee must not terminate earlier than 5 years after the maturity date of the mortgage or, for a mortgage with a balloon payment at maturity, not earlier than 5 years after the maturity date the mortgage would have had if regular amortization had continued until the mortgage was paid in full.