



# Wholesale Announcement

## Edge Alternate Income Guideline Update: P&L - No Bank Statements

The following update is effective for Edge Alt Income loans locked on or after  
**April 23, 2026.**

Edge Alt Income		
Topic	Previous Guideline	New Guideline
<u>CPA P&amp;L with No Bank Statements</u>	<p>Edge allows 2 options for bank statements:</p> <ul style="list-style-type: none"> <li>• <b>Option 1 – No Bank Statements:</b> No bank statements are required. An additional pricing hit applies and MLM must reflect that the product is a CPA P&amp;L without bank Statements. On the Arc's CPA Relationship Letter or signed and dated letter from the CPA/EA/CTEC, they must attest that they have audited the business financial statements or reviewed working papers provided by the borrower in addition to the above documentation requirements.</li> <li>• <b>Option 2 – 2 Months of Bank Statements:</b> A minimum two (2) months of bank statements covering the most recent two (2) month period. The two (2) months of bank statements must support the gross receipts/sales reflected on the P&amp;L statement prepared by CPA/EA/CTEC. The average deposits from the bank statements must be greater than, or no less than 10% below the average monthly sales. In the event the 10% tolerance is not met, continuous bank statements may be added to the analysis until the tolerance is met.</li> </ul>	<p>Edge allows 2 options for bank statements:</p> <ul style="list-style-type: none"> <li>• <b>Option 1 – No Bank Statements: Maximum loan amount of \$2MM.</b> No bank statements are required. An additional pricing hit applies and MLM must reflect that the product is a CPA P&amp;L without bank Statements. On the Arc's CPA Relationship Letter or signed and dated letter from the CPA/EA/CTEC, they must attest that they have audited the business financial statements or reviewed working papers provided by the borrower in addition to the above documentation requirements.</li> <li>• <b>Option 2 – 2 Months of Bank Statements:</b> A minimum two (2) months of bank statements covering the most recent two (2) month period. The two (2) months of bank statements must support the gross receipts/sales reflected on the P&amp;L statement prepared by CPA/EA/CTEC. The average deposits from the bank statements must be greater than, or no less than 10% below the average monthly sales. In the event the 10% tolerance is not met, continuous bank statements may be added to the analysis until the tolerance is met.</li> </ul>

**We appreciate your business!**