



We make home possibleSM

Corporate Headquarters
1551 Park Run Drive
McLean, VA 22102

Tel: (571) 382-3000
www.freddiemac.com

Freddie Mac Announces Disclosure of Cash and Market PC Pools Comprising MultiLender Giant PCs

November 12, 2013

Since early 2012, Freddie Mac has been working to improve our TBA deliverable by forming large diverse pools through our MultiLender program. As a result, in some recent months more than 50% of our non-specified TBA issuance in a particular coupon may be issued through our MultiLender program.

Our MultiLender Giant PCs have a "G08" prefix for 30-year and "G18" prefix for 15-year. Each MultiLender Giant PC may be comprised of two underlying PCs: 1) a cash PC pool with a "V" prefix, which consists of mortgage loans that we have acquired for cash, and 2) a "market" PC pool with a "C0" prefix for 30-year and a "E0" prefix for 15-year. The market PC pool grows throughout the month as originators contribute mortgage loans. The market PC pool closes two business days before the last business day of the month. The cash PC pool is usually formed earlier in the month.

We disclose preliminary information on the MultiLender Giant PCs throughout the month on our Daily New Issue File. We currently do not disclose the pool numbers of, and information pertaining to, the underlying cash and market PC pools until two business days before the last business day of the month.

To avoid double counting the underlying PCs, many data vendors and researchers correctly exclude Giant PCs from their calculations of new issuance. However, as we increase issuance through our MultiLender program, excluding the MultiLender Giant PCs will understate our issuance during the month. At the end of the month, our disclosure of the underlying PC pools will resolve that discrepancy.

We are investigating how best to modify our disclosure mechanism to provide disclosure on the underlying cash PC pool earlier in the month, and to provide preliminary disclosure throughout the month on the underlying market PC pool. Initially, beginning on Wednesday, November 13, 2013, Freddie Mac will disclose final information on the underlying cash PC pools ("V" prefix) on our Daily New Issue File the day after each pool is formed. We will disclose preliminary information on the underlying market PC pool ("C0" prefix for 30-year and "E0" prefix for 15-year) on the respective SIFMA monthly settlement dates – Class A settlement date for 30-year, Class B settlement date for 15-year. We will continue to disclose final information on the underlying market PC pool two business days before the last business day of the month.

This initial change should improve estimates of current month issuance volume. We will continue to work to enhance our disclosure for MultiLender Giant PCs.

Please contact Investor Inquiry at 800-336-3672 or Investor_Inquiry@FreddieMac.com if you have any questions.