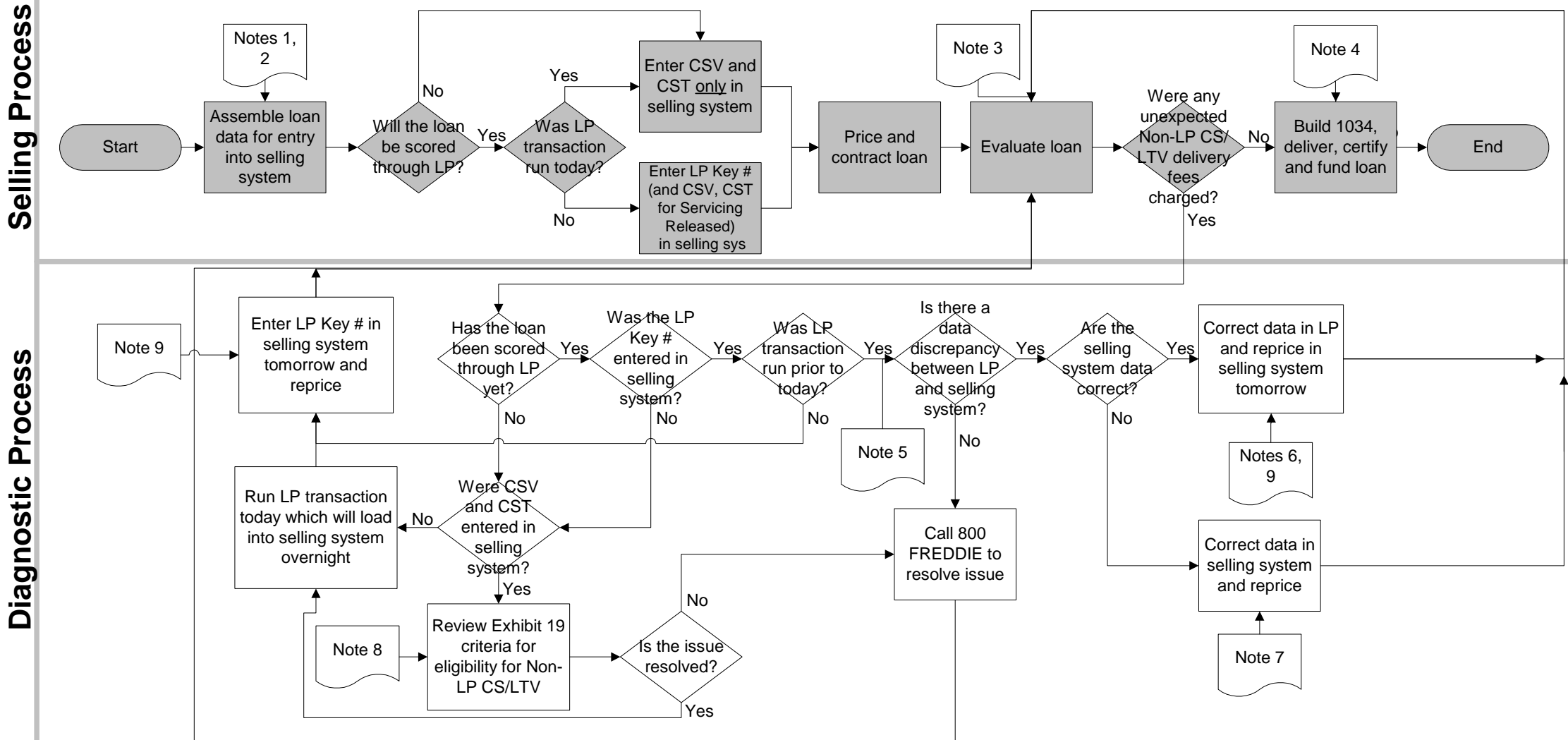


Ensure Correct Non-LP CS/LTV Delivery Fees

This tool depicts the high level steps for ensuring correct Non-LP CS/LTV delivery fees are appropriately applied when you price and contract loans through Freddie Mac's selling system. Post-settlement delivery fees (such as the Non-LP CS/LTV delivery fees) are subject to change as new loan attributes are added to the loan and repriced up to the point of funding. All Servicing Released contracts are required to have CSV and CST entered in the selling system in order to fund.



Abbreviation	Description
CST	Credit Score Type
CSV	Credit Score Value
CS/LTV	Credit Score/Loan-to-Value
LP	Loan Prospector or LoanProspector.com
LP Key #	Loan Prospector AUS Key Number

Ensure Correct Non-LP CS/LTV Delivery Fees

Note #	Tip
1	The selling system loads and validates all LP transaction data from LP overnight. Unrecognized or invalid LP Key #s prompt the selling system to price using criteria communicated on Exhibit 19, page 6, for Non-LP CS/LTV delivery fees. In order to avoid any unexpected Non-LP CS/LTV delivery fees, it is recommended that you wait until the following business day after a new transaction is entered into LP to add the LP Key # to the loan in the selling system.
2	When first pricing a contract, if complete loan data is not provided (i.e. the CSV, CST or LP Key #) the selling system will return “best case” pricing based on the initial generic loan data that has been entered. Best case pricing is considered the highest or best price available based on current market prices for the loan, but may not be the price you receive when you complete all the applicable data fields with applicable loan terms.
3	A Non-LP CS/LTV delivery fee may be charged if an LP Key # is provided but deemed invalid due to significantly inaccurate, unusable, unavailable or insufficient credit information. The selling system will provide a warning message in this instance when you evaluate the loan after you price or reprice the contract. The warning message currently reads, “Enter either a valid LP Key number for LP loans, or a valid CST and CSV combination for Non-LP loans.” Also, see Note 5 for information on data integrity.
4	To be a valid LP loan, the <ul style="list-style-type: none"> • LP Key # must be valid, AND • The delivery date can not be greater than 365 days after the Note Date, AND • The LP transaction used to validate the loan must have occurred within the required credit “freshness” timeframe for the product (See Note 5 for information on credit “freshness”), AND • LP must return an LP risk class (AP, A1, A2, A3, C1 or C2)
5	The selling system is highly sensitive to data discrepancies that may exist between it and LP. Therefore, data integrity must exist between the selling system and LP in order for the selling system to accurately price the contract. Below are the particular fields that the selling system validates when pricing a contract: <ul style="list-style-type: none"> • LP Key # • Number of Borrowers • Borrowers complete names • Social Security Number • Property Address • CSV/CST Additionally, the selling system must validate the following criteria: <ul style="list-style-type: none"> • LP must have returned a valid LP risk class (AP, A1, A2, A3, C1 or C2), AND • The retrieved LP transaction must have occurred within the required credit report “freshness” timeframe for the product (Please note that credit “freshness” is determined in accordance with the requirements of your Purchase Documents (The Single Family Seller/Servicer Guide and your Master Agreements/Master Commitments). The fields in the selling system which correlate to credit “freshness” are Monthly Income, Monthly Housing Expense and Monthly Debt Payment), AND • The LP transaction must be run <u>on</u> or before the Note Date (origination date), AND • The LP transaction is valid for 120 days from the original run date
6	Modifications (corrections or updates) to data in LP can only be made <u>on</u> or prior to the Note Date of the loan. If modifications need to be made to LP data and the Note Date has past and funding has occurred, please contact your Account Manager or Customer Relations Rep to discuss the modification.
7	You must call 800-FREDDIE (“Selling System”) to correct Primary Borrower Name, Primary Borrower Social Security Number, and Property Address. Data modifications in the selling system can be completed at any point prior to building the 1034 so that the loan can be instantly repriced and validated against LP. Note that any modification to a Servicing Released contract could result in a change of the servicing buyer or a “no bid” on the servicing rights, even if the loan is otherwise eligible for sale.
8	The selling system uses the following Exhibit 19 criteria to determine Non-LP CS/LTV fees (see page 5 & 6 of Exhibit 19): Product, Purpose, Property Type, Number of Units, LTV, Indicator Score (CSV).
9	For Best Efforts, post settlement delivery fees such as the Non-LP CS/LTV fees are subject to change as new loan attributes are added to the loan and repriced up to the point of funding.