

Message from Enterprise Leadership – Mark Hanson and Renee Schultz

We would like to wish our subscribers a Happy New Year, and thank all of you for your time, attention, and efforts, in progressing the Single Security Initiative over the past several years. In this final stretch before Go-Live, we ask that you continue your diligence in preparing and in communicating with the Enterprises, your vendors, and your clients on the upcoming changes.

The Enterprises want to make sure the transition to the combined UMBS TBA market is as smooth as possible. So far, we have made tremendous progress by creating two Exchange options, gaining critical IRS and SEC decisions, obtaining Treasury's full support, and continuing to build overall market and stakeholder confidence. In the next couple of months, the few remaining details for us to meet the June implementation will be finalized. We recognize that the market's readiness and confidence in the transition are pivotal to the ultimate success of UMBS.

As we enter 2019 and approach June 3rd, please remember that our teams here at Freddie Mac and Fannie Mae remain a resource for your readiness activities. Additionally, our Single Security Conference on March 4 will be a great opportunity to confirm final details regarding the transition.

When you enter the UMBS market, the Enterprises will be ready to support you. Please follow along on our Single Security webpages to stay current as we share frequent updates.

As always, if there are any questions or concerns, please reach out to our teams at Single_Security@FreddieMac.com or Single_Security@FannieMae.com.

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Single Security Conference

Mark your calendars for **March 4th!**

As mentioned previously, on March 4, Fannie Mae and Freddie Mac will host the second joint Single Security Initiative conference at the Sheraton Times Square New York.

At the conference, you'll hear from FHFA leadership, Enterprise senior leaders, and key market vendors. The agenda will include updates and discussion on:

- Vendor readiness

- GSE alignment
- Forward trading
- Freddie Mac Gold PC exchange offer
- Market transition to UMBS, and what to expect

Whether you're an investor, dealer, service provider, or mortgage originator, this is sure to be a vital meeting as we all begin the countdown to go live on June 3rd, 2019.

An email with instructions on how to register for the conference was sent out January 24. If you're interested in exhibiting at the meeting, please contact Jamie Miller (Jamie_miller@freddiemac.com) or Stephanie Milner at stephanie_milner@fanniemae.com. ***We look forward to seeing you in New York!***

New Exchange Float Compensation Calculator Available

As a follow-up to the monthly Indicative Price Grid posted in December, Freddie Mac is now making available a monthly Float Compensation Calculator. Both tools are intended to help Gold PC and Giant PC holders plan for exchanges and see how the associated float compensation payments will work once Freddie Mac's optional exchange offer commences in May 2019.

Using the [Float Compensation Calculator](#), investors can input their exchange-eligible CUSIPs to determine the actual float compensation to be paid, including any applicable payment adjustments, based on the most recent Indicative Price Grid.

Until May 2019, prices presented in the calculator and price grid are indicative, and presented for informational purposes only. Once the exchange offer commences, we will provide actual float compensation amounts. The float compensation payable in any individual exchange transaction will be set forth in the exchange confirmation for that transaction.

Freddie Mac Posts Preliminary Draft Master Trust Agreements

Freddie Mac recently added **preliminary draft** Master Trust Agreements to our [Single Security webpage](#). The information contained in these preliminary draft Master Trust Agreements is not complete and may be changed. We will not sell any securities pursuant to the preliminary draft Offering Circulars and related Master Trust Agreements.

The preliminary draft Offering Circulars and related Master Trust Agreements are not an offer to sell the applicable securities and are not soliciting an offer to buy the applicable securities in any jurisdiction where the offer or sale is not permitted. Before you invest, you should read the applicable Offering Circular in conjunction with the applicable Master Trust Agreement, once they are available in final form, for more complete information about the applicable offering. Once available, you will be able to obtain for free the final Offering Circulars and Master Trust Agreements on Freddie Mac's website, www.freddiemac.com/mbs/legal.

Tradeweb Onboarding for the Direct-to-Freddie Mac via Tradeweb Exchange Path

If your firm is interested in utilizing the Direct-to-Freddie Mac via Tradeweb path for Exchange, please access the [Tradeweb Exchange Setup Guide](#) to get started. Once you submit the required documentation to Tradeweb, it will take 2-3 weeks to verify the information and complete the set-up and KYC process. Customer set-up with Tradeweb will begin in January to ensure your firm is prepared for the opening of Exchange on May 7.

FHFA Announces Enterprise Transition Planning

FHFA has announced their [Enterprise Transition Planning](#) focus to ensure a smooth transition to the UMBS market. FHFA has directed both Enterprises to develop a plan to manage and mitigate market disruption through the transition to UMBS, including use of the Enterprises' mortgage investment portfolios.

Find us at an upcoming event

SFIG Vegas

February 24-27, Las Vegas, NV

[Click here for more information](#)

Single Security Conference

March 4, New York, NY

InvestOps

March 5-7, Palm Harbor, FL

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Fannie Mae and Freddie Mac are interested in helping you. Please submit comments or questions here.

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