The New Single Security

Freddie Mac Existing **$1.1T** TBA Market

Fannie Mae Existing **$2.4T** TBA Market

Estimated* New TBA Market $3.5T

*With full exchange of eligible Freddie Mac PCs

ISSUER AND GUARANTY STRUCTURE

	Fannie Mae Issues and Guarantees	Freddie Mac Issues and Guarantees
Level 1 Backed by mortgage loans purchased by Fannie Mae only or Freddie Mac only	UMBS Uniform Mortgage-Backed Security	UMBS Uniform Mortgage-Backed Security
Level 2 Backed by Level 1 and/or Level 2 securities. May include commingled GSE securities	Supers Security	Supers Security

FEATURES

	30 yr	20 yr	15 yr	10 yr
Level 1 Security Prefixes	CL	CT	CI	CN
Level 2 Security Prefixes	CL, ZL	CT, ZT	CI, ZI	CN, ZN

Payments & Remittance

1	Borrower payment: **1st** of the month
18	Servicer remittance: typically **18th** of the month
25	Investor payment: **25th** of the month

Minimum Submission Amounts

Single Lender **$1M**

Multi-Lender: **$1000** per lender, **$1M** security

Multi-lender pooling will continue

Disclosures

New issuance files will be available up to three times daily

Monthly files will be published on the 4th Business Day at 4:30 pm

The Common Securitization Platform will be used to issue securities, perform bond administration, and generate the disclosures for the new Single Securities in 2018 on behalf of Fannie Mae and Freddie Mac.

FREDDIE MAC PC EXCHANGES

Investor *Requests* **PC** *exchange* → **Dealer** *Submits exchange request for Investor using Dealer Direct on FreddieMac.com* → *Freddie Mac executes exchange request* → **Dealer** *Receives* **UMBS** *or* **Supers Security** *and compensation for 10 days of float to pass to investor* → **Investor** *receives* **UMBS** *or* **Supers Security** *and float compensation*

Freddie Mac has built a web portal to facilitate the exchange of legacy fixed-rate Gold PCs.

ALIGNMENT

Substantial alignment on:

- ✓ Loan Removal/ Buyout Policies
- ✓ Rep & Warrant Definition
- ✓ New Programs and Initiatives
- ✓ Repurchase Alternatives

Fannie Mae and Freddie Mac maintain own:

- Selling/ Servicing Guides
- Trust Documents
- Securities Prospectuses

www.fanniemae.com/singlesecurity ■ www.freddiemac.com/single_security