

Bulletin

NUMBER: 2010-29

TO: Freddie Mac Sellers

November 22, 2010

SUBJECTS

In this *Single-Family Seller/Servicer Guide* (“Guide”) Bulletin, we are pleased to announce a new pooling option for super conforming Mortgages. This new option provides greater flexibility for Sellers when delivering fixed-rate Mortgages to Freddie Mac under the Guarantor and MultiLender Swap programs.

We are also announcing improvements to the Freddie Mac Selling System (“Selling System”) that will streamline data changes related to Best Efforts contracts.

Finally, we are reminding Sellers of our Guide requirements for proper Note endorsements, which do not permit the use of stickers.

EFFECTIVE DATE

All of the changes announced in this Bulletin are effective immediately.

SUPER CONFORMING MORTGAGES

Freddie Mac is announcing the capability to form pools containing up to and including 100% super conforming Mortgages in non-TBA Gold and Giant PC Pools. Sellers must have a separate Master Commitment Contract to utilize this option and should contact their Freddie Mac Account Manager for additional information.

Super conforming Mortgages may still be delivered into TBA pools, provided the aggregate unpaid principal balance (UPB) of the super conforming Mortgages does not exceed 10% of the total UPB of the PC Pool.

Guide Chapter 13, *Pooling and Disclosure Requirements for Fixed-Rate and Balloon/Reset Mortgages Under the Fixed-Rate Guarantor or MultiLender Swap Programs*, and Guide Exhibit 17S, *Mortgage Products Available through the Selling System*, have been amended to reflect this change. We have also updated the [PC Prefix Guide](#).

BEST EFFORTS CONTRACT SELLING SYSTEM ENHANCEMENTS

Freddie Mac is also updating the Selling System to streamline the process for delivering Mortgages under Best Efforts Contracts. The new Selling System release enables Sellers to correct erroneous Borrower and property data, and to accept changes proposed by the Note Custodian without receiving prior approval from Freddie Mac.

Chapter 9, *Fixed-Rate Cash through the Selling System*, has been amended to reflect this change.

PROPER NOTE ENDORSEMENTS

Freddie Mac is reminding Sellers and Document Custodians that endorsing Notes by using stickers to affix signatures for Mortgages sold to Freddie Mac does not comply with our requirements for endorsement, specified in Guide Section 16.4, *Endorsement of Notes*, and Document Custodians must reject Notes endorsed using such a method.

For an endorsement to be acceptable to Freddie Mac and certified by a Document Custodian pursuant to Chapter 16, *Documentation Delivery*, Guide subsection 16.4(a), *Without Recourse*, the endorsement must be made on the Note with either an ink signature, or a facsimile signature as permitted by Guide subsection 16.4(d), *Facsimile Signature*. An allonge that meets all of the conditions set forth in Guide subsection 16.4(e), *Use of an Allonge for the Endorsement of a Note*, may also be used to endorse a Note.

CONCLUSION

If you have any questions about the changes announced in this Bulletin, please contact your Freddie Mac representative or call (800) FREDDIE.

Sincerely,

A handwritten signature in black ink, appearing to read "Patricia J. McClung". The signature is fluid and cursive, with a long, sweeping underline that extends to the right.

Patricia J. McClung
Vice President
Offerings Management