



Freddie Mac's Remittance Cycle Options

Manage your servicing float and increase your competitive edge

We offer a variety of options for remitting the principal and interest (P&I) payments for the mortgages you sell to us through the selling system. They are specifically designed to complement your particular investment needs and include Gold Remittance Cycle, First Tuesday Remittance Cycle, Accelerated Remittance Cycle (ARC), and Super Accelerated Remittance Cycle. Additionally, depending on whether you sell through a Cash, Guarantor, or MultiLender execution, Freddie Mac offers a remittance cycle that can further enhance your pooling options and float income to increase your competitive edge.

› Important Notes

Contract Requirements

- A Master Commitment Contract may require a Seller to use a particular remittance cycle for all contracts taken out under that Master Commitment Contract. If no remittance cycle has been required, the Seller may elect any permitted remittance cycle at the time the contract is taken out.
- When the Seller is permitted to elect a different remittance cycle from the remittance cycle reflected in the Master Commitment Contract:
 - Such a feature will be offered under the terms generally made available by Freddie Mac at the time the Seller enters into the conversion.
 - The Required Spreads set forth in the Master Commitment Contract or the price paid under a Cash Purchase Contract, as applicable, will be adjusted accordingly.
 - The applicable Guarantor conversion, MultiLender Swap conversion or Cash Purchase Contract will set forth such terms with respect to the feature as specified by Freddie Mac.

› Helpful Tips

Remittance Due Dates and Fees

- You must make all funds due to Freddie Mac available for use by the remittance due date. If the remittance due date is on a non-business day, the funds must be available to Freddie Mac on the preceding business day. If the preceding business day is in a different calendar month, then the remittance must be available to Freddie Mac on the first business day after the original remittance due date.
- A late remittance interest reimbursement fee will be assessed if the remittance funds are not available to Freddie Mac by the remittance due date. (See the *Single-Family Seller/ Servicer Guide* (Guide) Section 78.50 for information on how this fee is assessed.)
- Refer to Guide Chapter 78 for additional details on Freddie Mac's remitting requirements, including Section 78.23 for a detailed chart summarizing the various remittance cycles.

REMITTANCE CYCLE OPTIONS	
Gold Remittance Cycle	<ul style="list-style-type: none"> Available under our Fixed-rate Cash, Fixed-rate Guarantor and MultiLender Swap executions P&I payment is due to Freddie Mac by the third business day after the accounting cycle cutoff. (Refer to Section 76.19 of the Guide for information about the accounting cycle).
First Tuesday Remittance Cycle	<ul style="list-style-type: none"> Available under our Fixed-rate Cash, WAC ARM Cash, Fixed-rate Guarantor, WAC ARM Guarantor and MultiLender Swap executions P&I payment is due to Freddie Mac by the first Tuesday of the month following the accounting cycle cutoff. First Tuesday comes with a higher guarantee fee than Gold Remittance since you get to retain the funds for a longer period and earn float income
Accelerated Remittance Cycle (ARC)	<ul style="list-style-type: none"> Available under our WAC ARM Cash and WAC ARM Guarantor executions P&I payment due to Freddie Mac on a contract-specified business day, or if not specified, by the third business day after the accounting cycle cutoff The three-day ARC operates the same as the Gold Remittance Cycle
Super Accelerated Remittance Cycle (Super ARC)	<ul style="list-style-type: none"> Available under our Fixed-rate Guarantor and MultiLender Swap executions P&I payment is due to Freddie Mac by a date you select between the first and the 15th of the month in which payment is due to you. If the date is not specified in the Master Commitment (MC), you must select the remittance date when you take out your first contract under the MC. That date must then be the same for all contracts taken out under that same MC. Super ARC comes with a lower guarantee fee than Gold remittance since Freddie Mac receives funds faster. With Super ARC, you must remit scheduled P&I payments each reporting period regardless of whether you receive a payment from the borrower. Refer to Guide Section 76.10b for more information about remitting payment with the Super ARC Remittance Cycle

Matrix of Available Remittance Cycle Options in the Selling System (Guide Exhibit 6)

Execution Option	Available Remittance Cycles	Price/Required Spread Adjustment
Fixed-rate Cash ¹	Gold Remittance Cycle First Tuesday Remittance Cycle	Contract price reflects the remittance cycle chosen in the Cash Contract
WAC ARM Cash	ARC ² First Tuesday Remittance Cycle	Contract price reflects the remittance cycle chosen in the WAC ARM Cash Contract
Fixed-rate Guarantor	Gold remittance Cycle First Tuesday Remittance Cycle Super ARC	Required Spread reflects the remittance cycle chosen in the Fixed-Rate Guarantor Contract or the applicable Master Commitment
WAC ARM Guarantor	ARC ² First Tuesday Remittance Cycle	Required Spread reflects the remittance cycle chosen in the WAC ARM Guarantor Contract or the applicable Master Commitment
MultiLender Swap	Gold remittance cycle First Tuesday Remittance Cycle Super ARC	Required Spread reflects the remittance cycle chosen in the MultiLender Swap Contract or the applicable Master Commitment

1. Under Fixed-rate Cash through the Selling System, the First Tuesday Remittance Cycle is not available as an option for mortgages sold under the Servicing-Released Sales Process

2. Three-day ARC operates the same as the Gold remittance cycle

Learn more about our remittance cycle options:

- Contact your Freddie Mac representative or call (800) FREDDIE
- Visit FreddieMac.com/sell/secmktg/