

Bulletin

NUMBER: 2005-6

TO: All Freddie Mac Sellers and Servicers

December 14, 2005

SUBJECTS

Both Selling and Servicing requirements are amended in this Bulletin.

We are:

- Increasing the maximum original loan amounts for Home Mortgages eligible for sale to Freddie Mac
- Updating the *Single-Family Seller/Servicer Guide* (Guide) to incorporate representations and warranties that further implement guidelines for responsible lending practices announced in our Industry Letter dated December 28, 2000
- Expanding our Initial InterestSM Mortgage product line to include Mortgages secured by second homes
- Updating the coding instructions and terminology related to nonindividual Borrowers, and adding coding instructions regarding various personal characteristics of the Borrower and Co-Borrower when the Borrower or Co-Borrower is a living trust or an Illinois land trust
- Updating references to Guide subscriptions, enhancing language to align with current industry practices and understanding of electronic document submission, and removing outdated references in Chapter 4, Form 16SF and Form 1107SF
- Revising sections concerning Settlement Cycles of less than five days to:
 - Include a description of the Gold Rush[®] fee assessed for selecting a Settlement Cycle of less than five days for a Guarantor or MultiLender Swap Contract taken out through the Freddie Mac Selling System (Selling System)
 - Simplify and update the language for MultiLender Swap conversions where the Mortgages are delivered through MIDANET[®]
- Revising Exhibit 5, Authorized Changes to Notes, Riders, Security Instruments and the Uniform Residential Loan Application, to permit loan originators to make a change to allow for identification of registered domestic partners on the Form 65, Uniform Residential Loan Application, when used for Mortgages originated in California
- Updating Exhibit 10, Freddie Mac-Approved Mortgage Insurers, to reflect the legal name changes of certain Freddie Mac-approved mortgage insurers

- Reminding Seller/Servicers that the increase in the secondary financing fee rate for Initial Interest Mortgages with the 70/25/5 financing structure, as announced in Bulletin 2005-4, went into effect for settlements on or after December 1, 2005

We're also:

- Revising our Custodial Account requirements to:
 - Provide optional abbreviated account designations for P & I Custodial Accounts, P & I Disbursement Clearing Custodial Accounts, Escrow Custodial Accounts, and Buydown Custodial Accounts for Servicers to use when establishing Custodial Accounts
 - Allow bank statements to be submitted as an alternative to signature cards as evidence that Custodial Accounts have been established and properly titled
 - Make related changes in Chapter 77 and in our Letter Agreements, Forms 1057SF, 1058SF, 1059SF and 1060SF ("Letter Agreements")
- Revising the default management Servicer Performance Profiles to align with changing industry trends and practices
- Updating and reorganizing Chapter 67, Adverse Matters, to provide a better flow of information for Servicers
- Reorganizing information related to Brokers' Price Opinions (BPOs) to make it easier for Servicers to understand our requirements
- Revising our list of Designated Counsel to add mortgage insurance information to the list of required foreclosure referral documentation on all Mortgages referred to one of our Designated Counsel

EFFECTIVE DATES

All of these changes are effective immediately except:

- December 1, 2005—The increase in the secondary financing fee rate for Initial Interest Mortgages with a 75/20/5 financing structure went into effect for settlements on or after this date.
- January 1, 2006
 - Seller/Servicers may deliver Mortgages up to the new loan limits to us after this date; Mortgages up to the new loan limits that are sold through the Selling System may have Funding and Settlement Dates after this date.
 - The representations and warranties further implementing responsible lending practice guidelines are effective for Mortgages sold to Freddie Mac on or after this date.
 - The revised default management Servicer Performance Profile becomes effective on this date.
- December 31, 2006
 - Servicers and their depositories must execute new Letter Agreements for all currently existing Custodial Accounts by this date. In addition, prior to December 31, 2006, Servicers and their depositories must use the new Letter Agreements for:
 - Any new Custodial Accounts that they establish
 - Any Custodial Account that they replace

- Any replacement of a Letter Agreement due to a Servicer or depository name change
- Any Custodial Account for which they begin using the optional account designation
- Servicers and their depositories may begin using the optional account designations for Custodial Accounts immediately. However, Servicers and their depositories must change the account designations in their books and records for all Escrow Custodial Accounts and Buydown Custodial Accounts to comply with the revised requirements of Section 77.11 by December 31, 2006.

WHY WE'RE MAKING THESE CHANGES AND HOW THEY AFFECT YOU

Selling Changes

New loan limits

Increases in Freddie Mac's loan limits are tied to the October-to-October increase in the average purchase price of one-family conventionally financed homes as reported by the Federal Housing Finance Board (FHFB). For 2006, Freddie Mac has raised its conforming loan limits by 15.96%. The higher loan limits will make lower-cost Mortgages available to more homebuyers, particularly those purchasing homes in high-cost areas.

Seller/Servicers may begin originating Mortgages with these new loan limits immediately and enter into commitments to sell these Mortgages to Freddie Mac. However, these Mortgages may not be delivered to us before January 1, 2006; or for Sellers using the Selling System, these Mortgages may not have Funding or Settlement Dates before January 1, 2006. Mortgages with the new loan limits may be submitted to Loan Prospector[®] beginning December 1, 2005.

We have revised Chapter 23 to reflect the new loan limits.

Representations and warranties regarding lending practices

Freddie Mac has always actively opposed predatory lending, and continues to work with our Sellers, Servicers and with Community Development Lending organizations to create homeownership opportunities for underserved Borrowers, reduce Borrower costs, raise industry awareness of predatory lending practices, and alert Borrowers to the dangers of predatory lending. We've implemented a number of policies designed to combat predatory lending and support responsible lending.

On December 28, 2000, Freddie Mac issued an Industry Letter. This Letter provided guidelines to our Sellers and Servicers based on regulations issued by the U.S. Department of Housing and Urban Development (HUD) amending the Freddie Mac and Fannie Mae housing goals, and reminded Sellers and Servicers of our existing Guide requirements in this area. We advised Sellers and Servicers to implement those guidelines immediately. To further implement those guidelines, we are now updating our Guide to require that effective for Mortgages sold to Freddie Mac on or after January 1, 2006, Seller/Servicers will represent and warrant that:

- Points and fees charged in connection with any Mortgage sold to Freddie Mac do not exceed 5% of the original loan amount, except when this limitation will result in an unprofitable origination for the lender. For small loans, a maximum of \$1,000 may be used in lieu of the 5% limitation.

For purposes of this representation and warranty, points and fees include:

- Origination fees
- Underwriting fees
- Broker fees
- Finder's fees
- Charges that a Seller imposes as a condition of making the loan, whether they are paid to the Seller or to a third party

For purposes of this representation and warranty, points and fees do not include:

- Bona fide discount points
- Fees paid for actual services rendered in connection with the mortgage origination, such as attorney's fees, notary's fees, and fees paid for property appraisals, credit reports, surveys, title examinations and extracts, flood and tax certifications and home inspections
- The cost of mortgage insurance or credit-risk price adjustments
- The costs of title, hazard and flood insurance policies
- State or local transfer fees or taxes
- Escrow deposits for the future payment of taxes and insurance premiums, and
- Miscellaneous fees and charges that, in total, do not exceed 0.25% of the loan amount

In addition to the foregoing and in accordance with existing Guide requirements, Sellers must represent and warrant compliance with the requirements of Sections 6.2 and 22.28 and the State-specific requirements of Section 22.18.1 through 22.18.12.

- For all Prepayment Protection Mortgages eligible for sale to Freddie Mac, the following requirements have been met in addition to the requirements of Guide Chapter B33:
 - The Mortgage provided a benefit to the Borrower, such as a rate or fee reduction, for accepting the premium
 - The Borrower was offered the choice of another Mortgage that did not include the prepayment premium
 - The terms of the prepayment premium were adequately disclosed to the Borrower
- No Borrower who qualified for a lower-cost loan product has been "steered" to a higher-cost loan product.

In addition, effective January 1, 2006, purchase transaction Mortgages with rate spreads or points and fees that exceed the maximums established under the Home Ownership Equity Protection Act of 1994 (HOEPA) will not be eligible for purchase by Freddie Mac.

Applicable Guide chapters will be updated to reflect these changes in a future Guide Bulletin.

Initial Interest Mortgages secured by second homes eligible for sale

We are pleased to announce that we are expanding our Initial Interest Mortgage offering to include fixed-rate and adjustable-rate Mortgages secured by second homes. These Mortgages were eligible for assessment through Loan Prospector beginning on November 7, 2005.

We've revised Chapter J33 to reflect this change.

Nonindividual Borrowers

To provide guidance to Sellers delivering Mortgages to nonindividual Borrowers and Borrowers who are living trusts or Illinois land trusts, we have revised Chapters 17 and 22, Forms 11 and 13SF, and the Glossary to:

- Update the coding instructions and terminology related to nonindividual Borrowers
- Add instructions regarding how to code the personal characteristics of the Borrower and Co-Borrower when the Borrower or Co-Borrower is a living trust or an Illinois land trust

AllRegs link on FreddieMac.com; Form 16SF, Annual Eligibility Certification Report, and Form 1107SF, Seller/Servicer Change Notification Form

As announced in our September 15 Single-Family Advisory, Freddie Mac Seller/Servicers can now access the official electronic version of the Guide through the following links on Freddie Mac's web site:

- Forms and the Guide page at: <http://www.freddiemac.com/sell/guide/>
- Single-Family homepage at: <http://www.freddiemac.com/singlefamily/>

As a result of this change, we've revised Chapter 4 and Form 16SF to update the references to Guide subscriptions.

We've also revised Chapter 4 and Form 16SF to remove outdated references to facsimile versions of the Form 16SF and Chapter 4, Form 16SF and Form 1107SF to enhance language to align with current industry practices and understanding of electronic document submission.

As a reminder, Form 16SF is no longer included in the Guide; you can find the most current version of the form on Freddie Mac's web site at <http://www.freddiemac.com/singlefamily/forms/>.

Home Mortgage Uniform Instruments

In Section 6.7, Home Mortgage Uniform Instruments, we've added the second home rider to the list of Fannie Mae/Freddie Mac Uniform Security Instrument riders that must be used to originate Mortgages sold to Freddie Mac when applicable.

Gold Rush fees for the use of Settlement Cycles of less than five days

In Bulletin 2005-1, we announced the availability of 3- and 4-day Settlement Cycles in addition to the traditional 5-day Settlement Cycle for Guarantor and MultiLender Swap Contracts taken out through the Selling System. At that time, we also reserved the right to assess a Gold Rush fee in the future for the selection of a 3- or 4-day Settlement Cycle in the Selling System.

Effective for settlements on or after September 1, we began assessing Gold Rush fees for Selling System Guarantor and MultiLender Swap Contracts with a 3- or a 4-day Settlement Cycle. Accordingly, we are now revising the Guide to include a description of the Gold Rush fee in the Selling System chapters, and we are also updating and simplifying the language regarding the use of Settlement Cycles of less than five days for MultiLender Swap conversions where the Mortgages are delivered via MIDANET.

We've revised Chapters 11, 12, B15, C15, D15, 19 and the Glossary to reflect these changes.

Exhibit 5, Authorized Changes to Notes, Riders, Security Instruments and the Uniform Residential Loan Application

To address the new California Domestic Partner Registration Act, we have revised Exhibit 5 to permit loan originators to make a change to the Form 65, Uniform Residential Loan Application, when used for Mortgages originated in California. The change permits loan originators to add to the married box in Section III for both Borrower and Co-Borrower, a description in parenthesis that married includes registered domestic partners.

Exhibit 10, Freddie Mac-Approved Mortgage Insurers

We've revised Exhibit 10 to reflect the legal name changes (effective November 1, 2005) of three Freddie Mac-approved mortgage insurers.

Increased secondary financing fee rate for Initial Interest Mortgages goes into effect

In Bulletin 2005-4, we announced that the secondary financing fee rate for Initial Interest Mortgages with a 75/20/5 financing structure would increase to 25 basis points for settlements on or after December 1, 2005. Accordingly, we have revised Exhibit 19, Postsettlement Delivery Fees, to indicate that this new fee rate is now in effect.

Servicing Changes

Alternative custodial account titling and depository record keeping requirements; revisions to Forms 1057SF, 1058SF, 1059SF and 1060SF ("Letter Agreements")

In response to Servicer feedback, we are providing optional abbreviated account designations for P & I Custodial Accounts, P & I Disbursement Clearing Custodial Accounts, Escrow Custodial Accounts, and Buydown Custodial Accounts for Servicers to use for establishing and maintaining Custodial Accounts. In addition, we are allowing Servicers the option to provide us with a copy of a bank statement as an alternative to a signature card as evidence that Custodial Accounts have been established and properly titled.

In connection with our provision of alternative account titling and documentation options, we revised the related Letter Agreements to reflect developments in commercial banking practices and regulatory requirements. As a result of these changes, we will be requiring Servicers, by December 31, 2006, to:

- Provide us with newly executed revised Letter Agreements for all existing Custodial Accounts
- Have the account designation for all Escrow Custodial Accounts and Buydown Custodial Accounts changed in their books and records or the books and records of their depositories to comply with the revised requirements of Section 77.11

In addition, all new Custodial Accounts established after the effective date of this Bulletin must comply with the requirements of revised Section 77.11, and all new Letter Agreements executed after the effective date of this Bulletin must be executed on the revised Letter Agreement forms.

We have revised Chapter 77, Forms 1057SF, 1058SF, 1059SF, 1060SF and the Glossary to reflect these changes.

Default Management Servicer Performance Profile

The Servicer Performance Profiles (Profiles) were introduced in 1996 and have become an industry-accepted tool for evaluating Servicer performance. We continually monitor the performance of our Servicers and try to keep the criteria in the Profile relevant to the changes in the industry trends we see. We announced changes to the investor reporting category of the Profile in our October 14, 2005 Guide Bulletin (Bulletin 2005-5). Based on analysis of performance over the past year, and as announced in our Single-Family Advisory on November 11, 2005, we are making changes to the default management Profiles that will also be effective January 1, 2006.

Early collections

Our current metric is being replaced with a new metric to better measure early collections. The changes will reward Servicers who do a good job handling those loans at an earlier stage than what we now measure. Also, the six-month measurement basis is being replaced with a one-month measurement to better evaluate the current month's performance of a Servicer.

New tier cut points are as follows:

- Full Credit: < 85%
- Tier 1: ≤ 95%
- Tier 2: > 95% to ≤ 105%
- Tier 3: > 105% to ≤ 115%
- Tier 4: > 115%

A maximum of ten points is awarded if your performance is 85% or less. Deduct 0.25 points for every percentage point by which your performance is greater than 85%.

Workout-to-REO ratio

- Repayment plans
The new measure will include repayment plans that are initiated as early as when the Mortgage is 60+ days delinquent.
- Low-ITV
Our current metric treats low indebtedness-to-value (ITV) loans differently than high-ITV loans. As a reflection of our commitment to keep Borrowers in their homes regardless of their equity position, we are changing this metric. We are changing this metric to make the incentive the same regardless of the ITV.

■ New tier cut points are as follows:

- Tier 1: $\geq 56\%$
- Tier 2: 48% to 55.99%
- Tier 3: 42% to 47.99%
- Tier 4: $< 42\%$

Foreclosure time line metric

We've removed the "Excluding Delays" metric from the foreclosure time line measurement. Under the new process, the two categories of "Average Days, Including Delays" and "Average Days, Excluding Delays" are collapsed into the "Including Delays" metric.

Foreclosure sale reporting metric

We've added a new metric, "Average number of days to report foreclosure sales," which will measure the number of days on average it takes a Servicer to report the foreclosure sale results to Freddie Mac.

The Guide (Section 65.56) requires Servicers to report foreclosure sale results to us within one Business Day of the sale.

The tier cut points for this metric are:

- Tier 1: ≤ 1.0 days (5.0 – 4.2 points)
- Tier 2: > 1.0 days to ≤ 1.5 days (4.19 – 2.0 points)
- Tier 3: > 1.5 days to ≤ 2.0 days (1.99 – 0 points)
- Tier 4: > 2.0 days (0 points)

Removing REO make-wholes from Profile measurements

We are removing REO make-wholes from the late collections, workout-to-REO ratio and foreclosure time line metrics calculations because Freddie Mac does not suffer a loss on these Mortgages.

An REO make-whole is a Mortgage where the property was sold through REO prior to being repurchased or indemnified by the Servicer, and the net sale proceeds plus the Servicer's contribution satisfy total indebtedness. (A loan where the total indebtedness is satisfied by net sale proceeds, plus payment of a credit enhancement such as mortgage insurance proceeds, is not considered an REO make-whole).

Overall default management tier cut points

The overall tier cut points have not been adjusted for three years. During this time, many Servicers have improved their performance and the majority of Servicers are performing within Tier 1 or Tier 2. With the changes being made to the individual measurements and our desire for Servicers to continue to improve their performance, we are taking the opportunity to raise the bar and increase the number of points necessary to achieve each tier rating as follows:

- Tier 1: 73 – 100 points
- Tier 2: 53 – 72 points

- Tier 3: 33 – 52 points
- Tier 4: 0 – 32 points

We are also removing the minimum Tier 2 ratings that are currently given to Servicers with 26 to 100 Mortgages that are 90 or more days delinquent because the changes to the metrics allow us to accurately assess the Servicers' performance. Effective January 1, 2006, these Servicers will receive the tier rating that coincides with their performance.

For more information about these changes, go to Goldworks[®].

We have revised Chapter 51 to reflect these changes.

Bankruptcy-related changes

We've updated and reorganized Chapter 67 to provide better flow of information about how to handle bankruptcies filed when a Mortgage is current, delinquent, and becomes delinquent subsequent to a bankruptcy filing.

Workout compensation

We've updated the Guide to reflect that Freddie Mac does not pay compensation on a workout for a Mortgage that is subject to indemnification. Like Mortgages with recourse, Mortgages subject to indemnification are not eligible for compensation under Freddie Mac's existing policies, and we have revised Chapters 65 and B65 to reflect this information.

Workout ProspectorSM Member Agreement

As we announced in a January 2005, e-mail to Freddie Mac Servicers, effective with the release of Workout Prospector 3.1 on January 18, 2005, a Servicer may not use Workout Prospector to facilitate Servicing activities on Mortgages it holds in its own loan portfolio or for other investors. We have updated Exhibit 86, Workout Prospector Member Agreement, to reflect that Servicers may only use Workout Prospector for Servicing activities conducted on behalf of Freddie Mac.

Broker's Price Opinions (BPOs)

We've reorganized information related to BPOs in Chapter 65 to make it easier for Servicers to understand our requirements and take the necessary steps.

Designated Counsel

We've revised information found on our list of Designated Counsel to add mortgage insurance information to the foreclosure referral documentation required for all Mortgages referred to one of our Designated Counsel. The complete list of required documentation is found in the column titled "Documents that Must be Received by Counsel/Trustee Within 5 Business Days of Referral".

The Designated Counsel list, formerly Guide Exhibit 79, is located on our web site at http://www.freddiemac.com/service/msp/desig_counsel.html.

REVISIONS TO THE *SINGLE-FAMILY SELLER/SERVICER GUIDE*

Descriptions of revised Guide text are located in Exhibit A of this Bulletin. The revisions include:

- Chapters 4, 6, 11, 12, B15, C15, D15, 17, 19, 22, 23, 30, J33, 37, 51, 65, B65, 66, 67, 71 and 77
- Exhibits 4, 5, 10, 19, 22A and 86
- Forms 11, 13SF, 1057SF, 1058SF, 1059SF, 1060SF and 1107SF
- Glossary
- Directory

CONCLUSION

We believe that these changes support Freddie Mac's commitment to making the mortgage finance process simpler and more efficient. If you have any questions about the changes announced in this Bulletin, please call your Freddie Mac Account Manager or (800) FREDDIE.

Sincerely



James J. Cotton
Vice President
Single-Family Marketing

Exhibit A

Highlights of Revisions in this Package

Bulletin 2005-6 incorporates changes to the following documents of the *Single-Family Seller/Servicer Guide* (Guide):

Chapters

- **Chapter 4**—Seller/Servicer Institutional Eligibility—Updates references to Guide subscriptions and removes outdated references to facsimile versions of Form 16SF, Annual Eligibility Certification Report.
- **Chapter 6**—General Warranties and Responsibilities of the Seller/Servicer—Adds the second home rider to the list of Uniform Instruments that must be used to originate Mortgages sold to Freddie Mac when applicable.
- **Chapter 11**—Guarantor and MultiLender Swap Programs—Revises language concerning Seller's election of Settlement Cycles of less than five days and the Gold Rush[®] fee rate.
- **Chapter B15**—Fixed-Rate Guarantor Program Through the Selling System—Revises language to provide a description of Gold Rush fees and indicate a Gold Rush fee assessment applies to any Settlement Cycle of three or four days.
- **Chapter C15**—WAC ARM Guarantor Program Through the Selling System—Revises language to provide a description of Gold Rush fees and indicate a Gold Rush fee assessment applies to any Settlement Cycle of three or four days.
- **Chapter D15**—MultiLender Swap Program Through the Selling System—Revises language to provide a description of Gold Rush fees and indicate a Gold Rush fee assessment applies to any Settlement Cycle of one, three or four days.
- **Chapter 17**—Mortgage Delivery and Settlement Processing—Revises language to indicate that Alternative Stated Income Mortgages may be delivered for MultiLender Swap transactions through the Selling System and MIDANET[®]. Updates the coding instructions and terminology related to Section 184 Native American Mortgages when the Borrower is not an individual. Adds instructions regarding how to code the various personal characteristics of the Borrower and Co-Borrower when the Borrower or Co-Borrower is a living trust or an Illinois land trust.
- **Chapter 19**—Warehouse Lending Arrangements—Revises language concerning Settlement Cycles of less than five days.
- **Chapter 22**—General Mortgage Eligibility—Adds language regarding eligibility of Mortgages with an Illinois land trust as Borrower that previously appeared in the Glossary. Also adds reference to instructions regarding how to code the various personal characteristics of the Borrower and Co-Borrower when the Borrower or Co-Borrower is a living trust or an Illinois land trust.

-
- **Chapter 23**—Maximum Loan Amounts and LTV, TLTV and HTLTV Ratios—Revises loan limit amounts for Mortgages delivered to Freddie Mac on or after January 1, 2006 or, for Mortgages sold through the Selling System, with Funding or Settlement Dates on or after January 1, 2006.
 - **Chapter 30**—Special Eligibility Requirements for Adjustable-Rate Mortgages (ARMs)—Adds language referencing the use of property description riders, when needed for the specific property types in the description of the required loan instruments that must be used with ARMs and Initial InterestSM Mortgages.
 - **Chapter J33**—Initial Interest Mortgages—Revises language to allow second homes as an eligible property type for Initial Interest Mortgages. Adds language referencing the use of property description riders, when needed for the specific property types in the description of the required loan instruments that must be used with Initial InterestSM Mortgages.
 - **Chapter 51**—General Freddie Mac Policies—Revises language related to the default management Servicer Performance Profiles.
 - **Chapter 65**—Loss Mitigation—Updates language to reflect that Freddie Mac will not pay compensation for Mortgages subject to an indemnification on a workout. Reorganizes information related to Brokers' Price Opinions (BPOs).
 - **Chapter B65**—Workout Options—Updates language to reflect that Freddie Mac will not pay compensation for Mortgages subject to an indemnification on a workout.
 - **Chapter 66**—Foreclosure—Updates language to reflect current Freddie Mac Real Estate Owned (REO) requirements.
 - **Chapter 67**—Adverse Matters—Updates and reorganizes information regarding how to handle bankruptcies filed when a Mortgage is current, when a Mortgage is delinquent, and when a Mortgage becomes delinquent subsequent to the bankruptcy filing.
 - **Chapter 71**—Reimbursement of Expenses—Updates language to reflect current Freddie Mac REO requirements.
 - **Chapter 77**—Establishing Investor Accounting Functions—Sets forth alternative custodial account titling and documentation provisions, as well as revised depository record keeping requirements. Revises provisions concerning use of an Escrow Disbursement Clearing Account.

Exhibits

We've revised the following exhibits:

- **Exhibit 4**—Single-Family Uniform Instruments
- **Exhibit 5**—Authorized Changes to Notes, Riders, Security Instruments and the Uniform Residential Loan Application
- **Exhibit 10**—Freddie Mac-Approved Mortgage Insurers
- **Exhibit 19**—Postsettlement Delivery Fees
- **Exhibit 22A**—Form of Additional Supplement-Convertible Adjustable-Rate Mortgages

-
- **Exhibit 86**—Workout ProspectorSM Member Agreement

Forms

We've revised the following forms:

- **Form 11**—Mortgage Submission Schedule
- **Form 13SF**—Mortgage Submission Voucher
- **Form 1057SF**—Letter Agreement for Servicer's Single-Family Principal and Interest, or P & I Disbursement Clearing Custodial Account
- **Form 1058SF**—Letter Agreement for Servicer's Single-Family Buydown or Escrow Custodial Account
- **Form 1059SF**—Letter Agreement for Single-Family Principal and Interest, or P&I Disbursement Clearing Custodial Account
- **Form 1060SF**—Letter Agreement for Single-Family Buydown or Escrow Custodial Account
- **Form 1107SF**—Seller/Servicer Change Notification Form

Glossary

We've revised the following terms:

- Borrower
- Custodial Account
- Settlement Cycle

We've added the following term:

- Buydown Custodial Account

Directory

We've revised the following directories:

- Directory 6
- Directory 11

This page intentionally left blank.