

Broker Price Opinion Providers and Pricing Structure

December 17, 2010

The purpose of this Notice is to notify servicers that Fannie Mae has expanded the current network of Broker Price Opinion (BPO) providers, clarify servicer requirements for provider utilization, and announce new reimbursement rates.

Four new BPO providers have been added to the list of approved providers. The list is posted on eFannieMae.com and will be updated from time to time. Servicers may use these new BPO providers for BPO referrals on or after February 1, 2011.

In order to limit risks arising from the concentration of BPO orders with a single BPO provider, effective February 1, 2011, Fannie Mae will require servicers to diversify their referrals among two or more BPO providers to manage volumes, maintain timely orders and responses, and ensure business continuity. No more than 75% of BPO orders should be requested of a single BPO provider.

Effective immediately, the amount of the reimbursement for an exterior BPO is \$80.00 and for an interior BPO is \$105.00. The process for submitting requests for reimbursement remains unchanged and is described in the *Servicing Guide*, Part VIII, Section 108.04: Requests for Reimbursement.

Servicers who have questions should contact their Portfolio Manager, Servicing Consultant, or the National Servicing Organization's Servicer Support Center at 1-888-FANNIE5 (888-326-6435) with any questions.