

Single Security Initiative

Freddie Mac Update

Single Security & CSP Industry Advisory Group

December 8, 2017



Fannie Mae™





Discussion Topics

- Exchange
 - Finalized transaction capacity: 50,000 trades/exchange business day
 - Settled on 10 days' delay compensation methodology
 - Planning for testing in 2018 with dealers via Dealer Direct
 - Mirror issuance schedule to be announced in Q1 2018
 - Awaiting IRS and SEC rulings on Single Security-related items, including exchange
- Seller/Service Impacts
 - Minor changes, but they need to be understood and planned for, internally and with upstream software and data providers
 - New prefix field
 - New TBA-eligible 10-year product
 - New minimum pool size
 - New Master Commitment language, including UMBS name
 - Planning for testing



Discussion Topics (continued)

- Asia Investors
 - Exchange plans
 - Requested coordinated outreach to their custodians
 - Trading and operations
 - Geographically dispersed; requested coordination assistance