Summary of Terms

Credit Insurance Risk Transfer (CIRT™)

CIRT 2017-3

Insured	Fannie Mae
Covered Loans	A $17.7 billion portfolio of fully amortizing 21 to 30-year fixed rate residential mortgage loans delivered to Fannie Mae between January 1, 2016 and January 31, 2017 with original LTVs greater than 80% and less than or equal to 97%
Insurance Coverage	Aggregate Excess of Loss Credit Insurance with a limit of liability of approximately $486.2 million (2.75% of the Total Initial Principal Balance) in excess of a retention of approximately $88.4 million (0.50% of the Total Initial Principal Balance); the limit of liability may be stepped down at the 12th month following the effective date and at each subsequent anniversary of the initial step down depending on loan performance and remaining insured loans (see policy for details)
Reinsurance	Insurance provider to transfer 100% of its risk to a panel of reinsurers
Claim Basis	Actual loss
Effective Date	May 1, 2017
Termination Date	April 30, 2027
Optional Cancelation	On or after the 60th month following of the effective date, the Fannie Mae may cancel the policy by paying a cancelation fee (see policy for details)
	Fannie Mae may cancel the policy if the Total Current Principal Balance is reduced to no more than ten percent (10%) of the Total Initial Principal Balance.

Collateral Requirement

Ratings	Collateral %
• Standard & Poor's rating equal to AA- or higher, and • A.M. Best Rating equal to A+ or higher	**20%**
• Standard & Poor's rating equal to A+, and • A.M. Best Rating equal to A+ or higher	**22.5%**
• Standard & Poor's rating equal to A- or higher, and • A.M. Best Rating equal to A- through A; Or • Standard & Poor's rating equal to A- through A, and • A.M. Best Rating equal to A- or higher	**25%**
• Standard & Poor's rating equal to A- or higher, and • No A.M. Best Rating; Or • No Standard & Poor's rating, and • A.M. Best Rating equal to A- or higher	**30%**
• Standard & Poor's rating equal to BBB through BBB+, and • A.M. Best Rating equal to B++ or higher; Or • Standard & Poor's rating equal to BBB or higher, and • A.M. Best Rating equal to B++; Or • Standard & Poor's rating equal to BBB through BBB+, and • No A.M. Best Rating; Or • No Standard & Poor's rating, and • A.M. Best Rating equal to B++	**50% with Premium Capture**
• Standard & Poor's rating equal to BBB- or lower; Or • A.M. Best Rating equal to B+ or lower; Or • No Standard & Poor's rating, and • No A.M. Best Rating	**75% with Premium Capture**