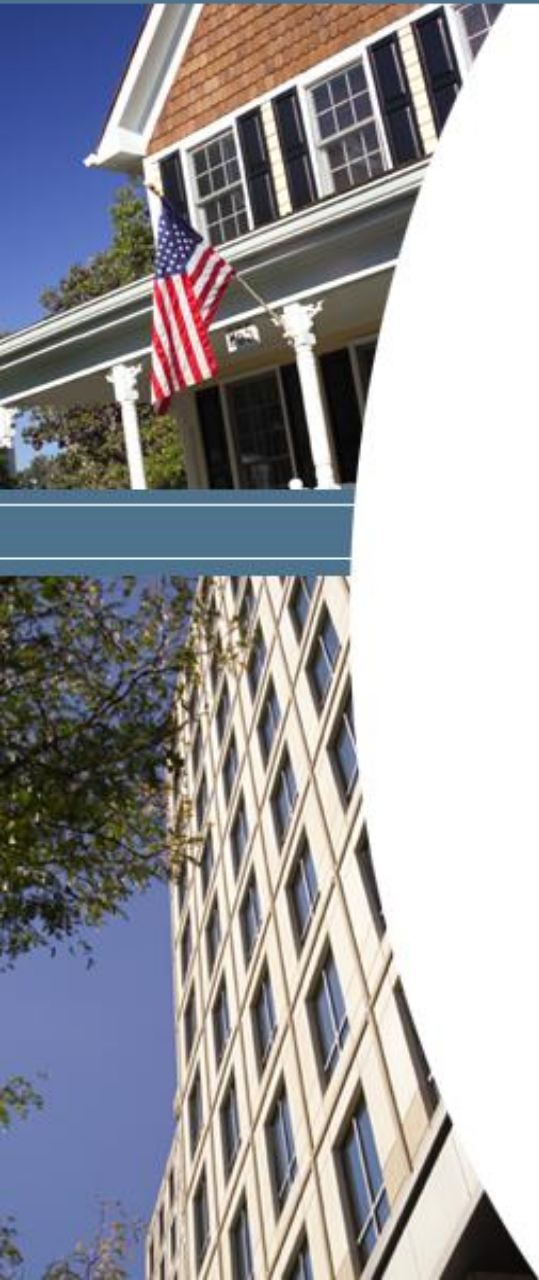




Agency Update

**Justin Burch
Ginnie Mae**

September 23, 2008

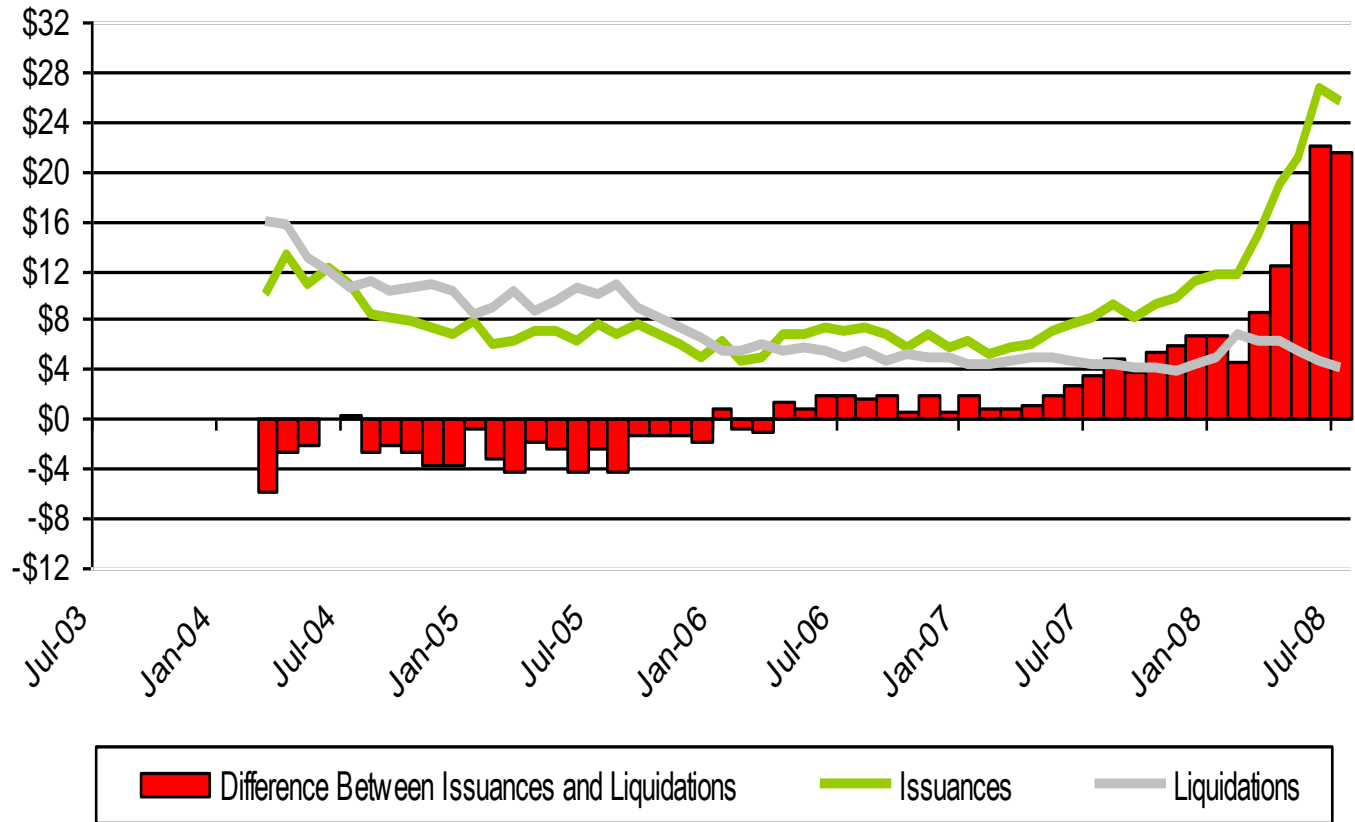


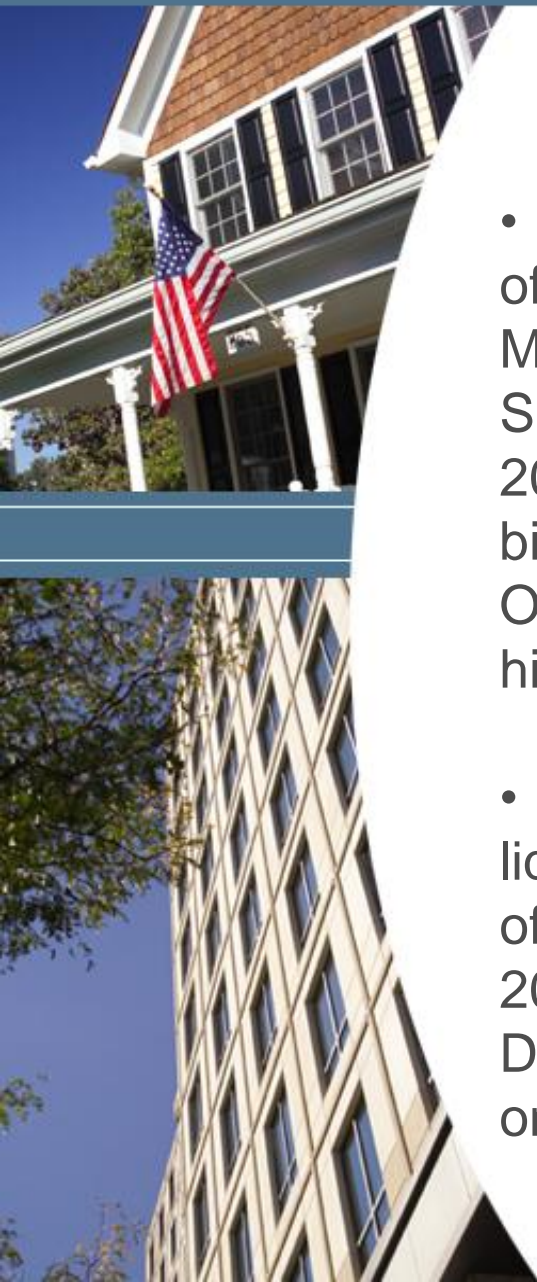
- GINNIE MAE ISSUANCE VOLUME

Ginnie Mae Agency Update

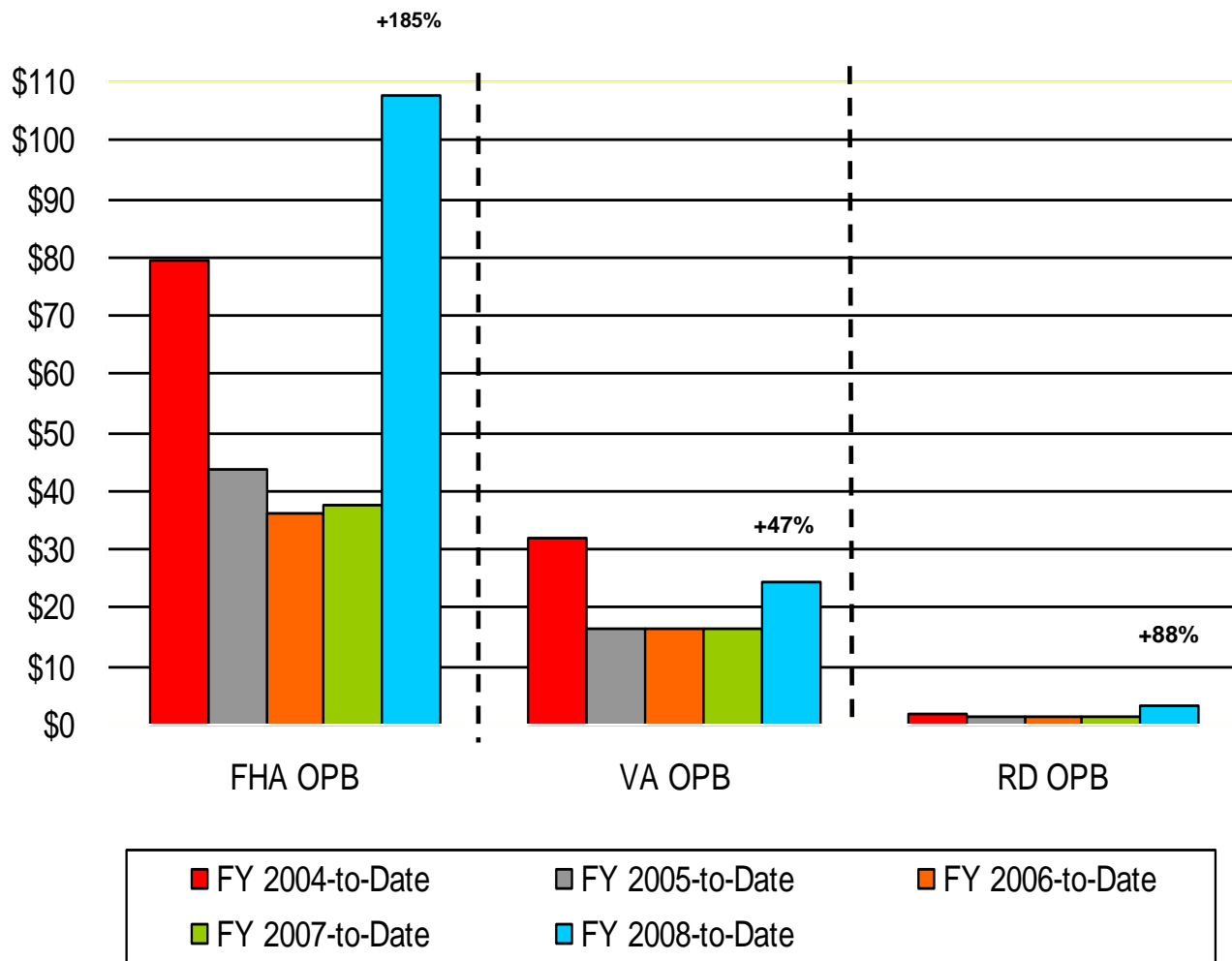
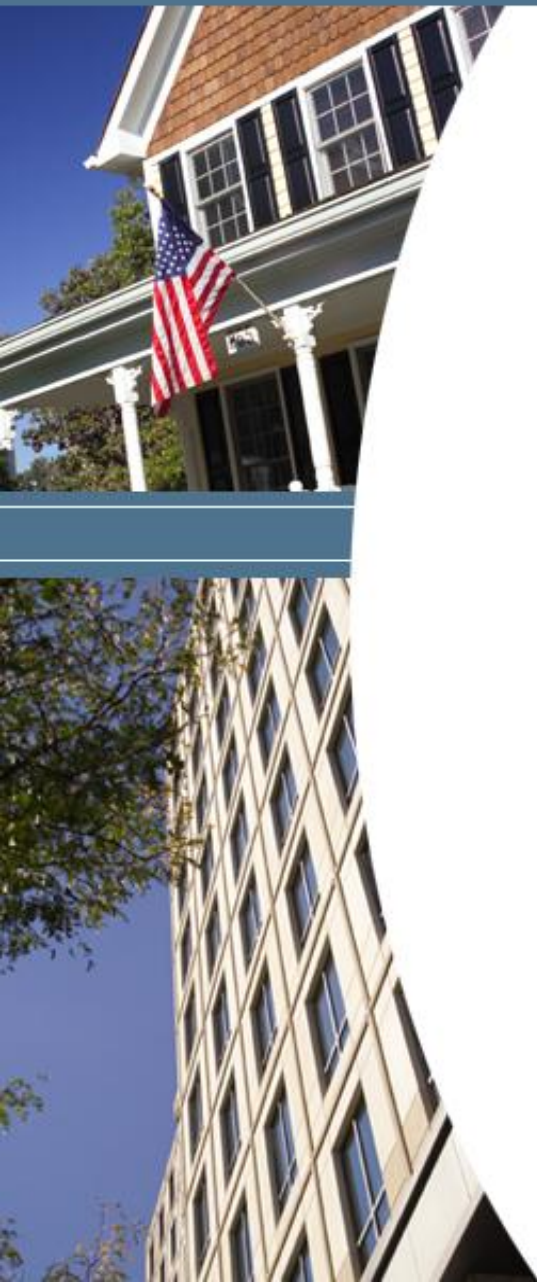
SINGLE FAMILY ISSUANCES AND LIQUIDATIONS

OPB/RPB (Billions)

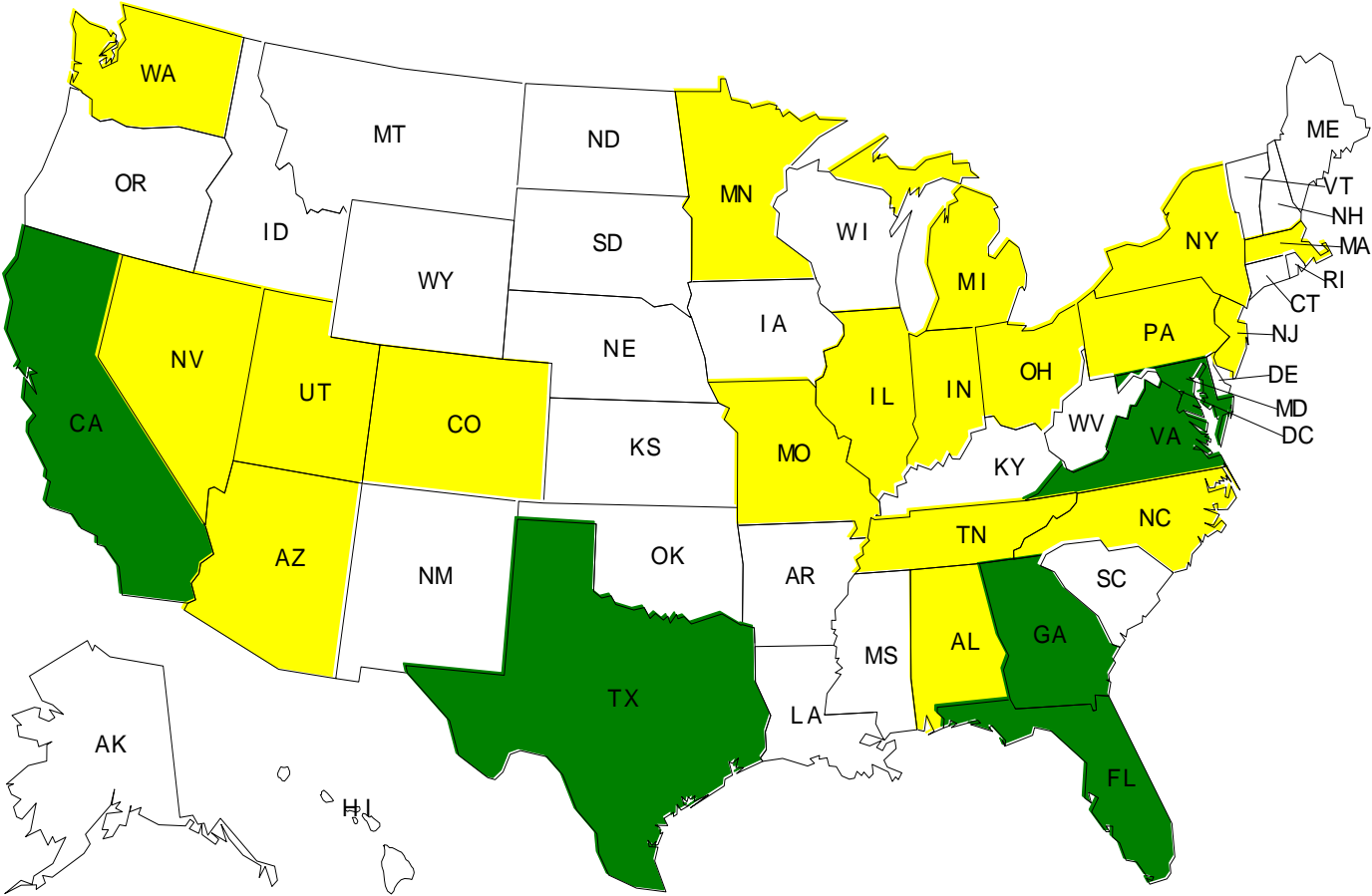
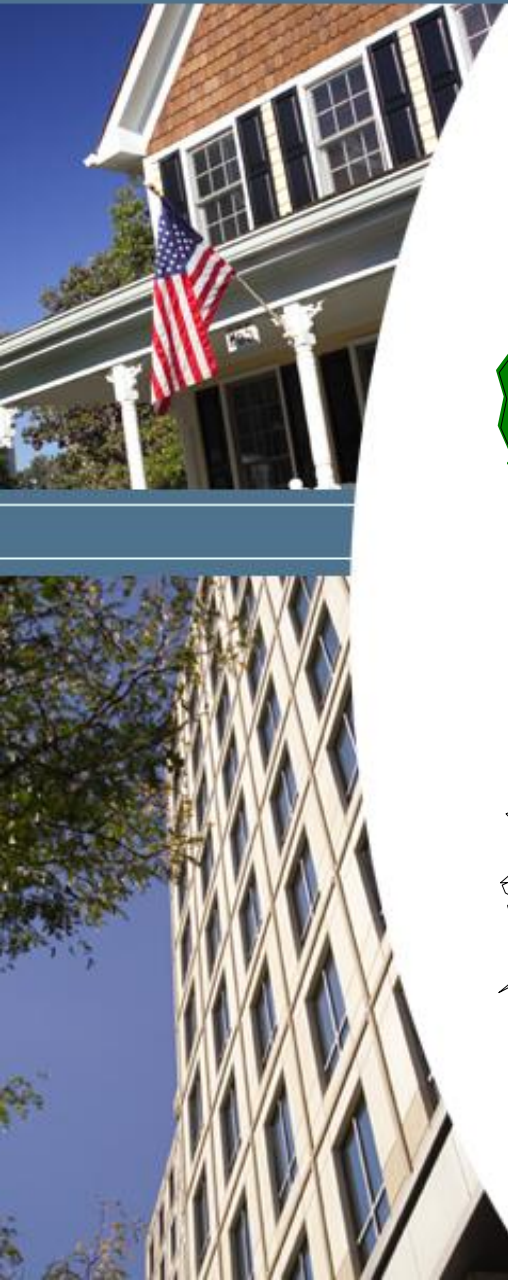


- 
- Issuances increased enormously in the third quarter of FY 2008. At the end of the previous quarter, in March 2008, Ginnie Mae issued \$12 billion OPB of Single Family securities. Three months later, in June 2008, issuances more than doubled to nearly \$27 billion. In August 2008, Ginnie Mae issued \$29 billion OPB – the highest issuances in a single month in the history of Ginnie Mae.
 - Despite the enormous growth of issuances, liquidation activity declined through the third quarter of FY 2008. The amount of liquidation activity in June 2008 was the lowest monthly amount since December 2007 and was slightly below the amount one year earlier, in June 2007.

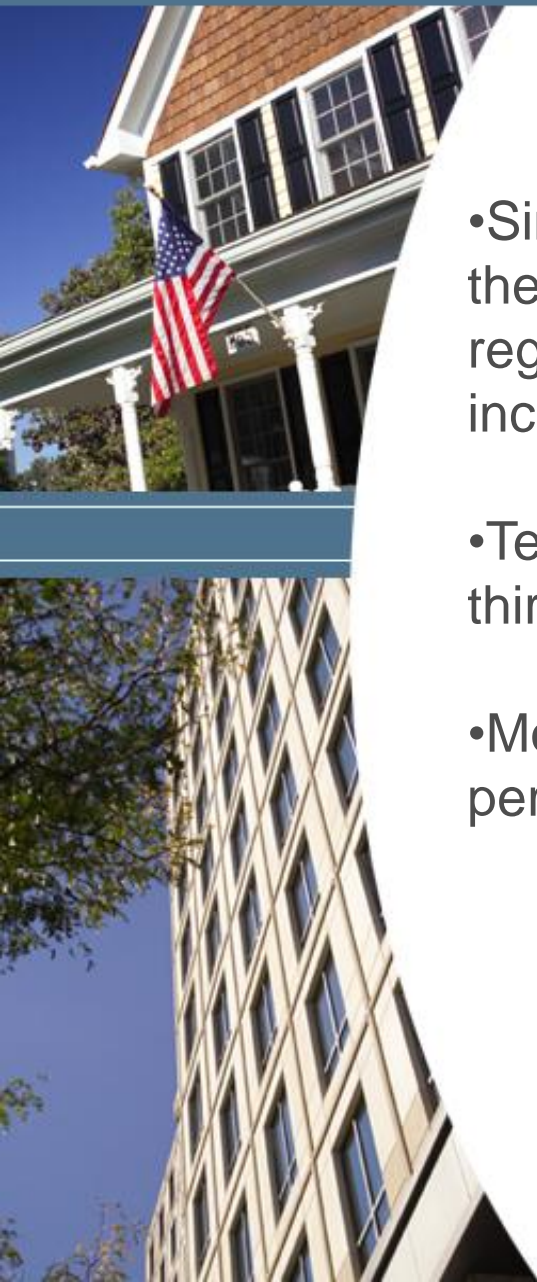
Ginnie Mae Agency Update ISSUANCES BY AGENCY

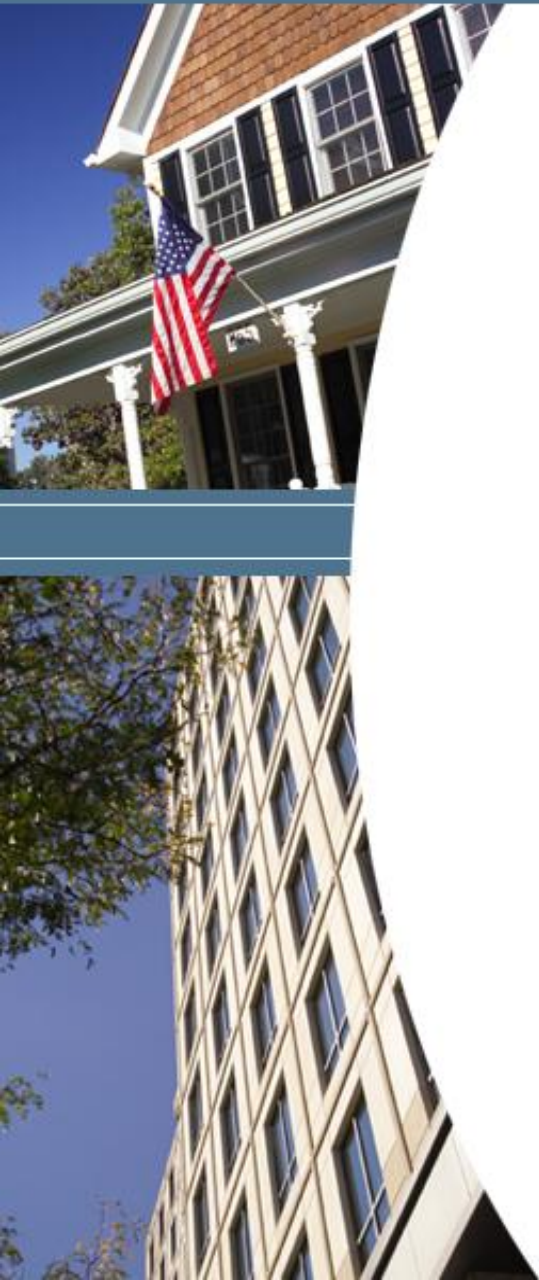


ISSUANCES BY STATE

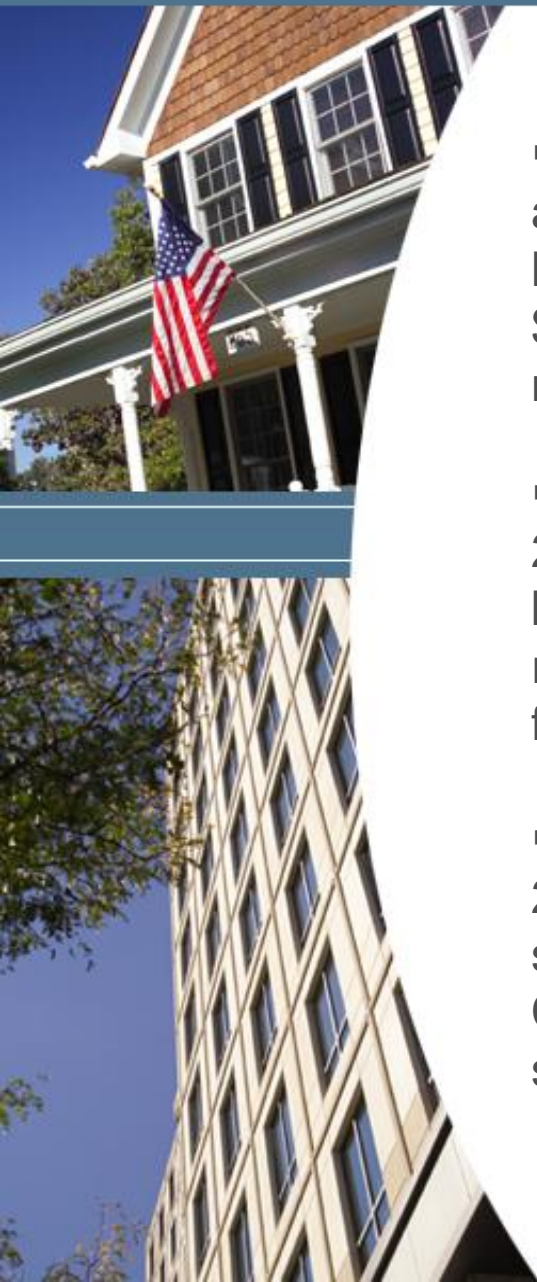


□ Less than \$1 Billion □ Between \$1 and \$3 Billion ■ Greater than \$3 Billion

- 
- Single Family issuances were broadly distributed across the U.S. in the third quarter of FY 2008. The strongest regional concentration was the Mid-Atlantic area, including Virginia, Georgia, and Maryland.
 - Texas had the greatest amount of OPB issued in the third quarter, and Florida was third out of all the states.
 - Most notably, California issuances surged over 1200 percent, placing it second by OPB.

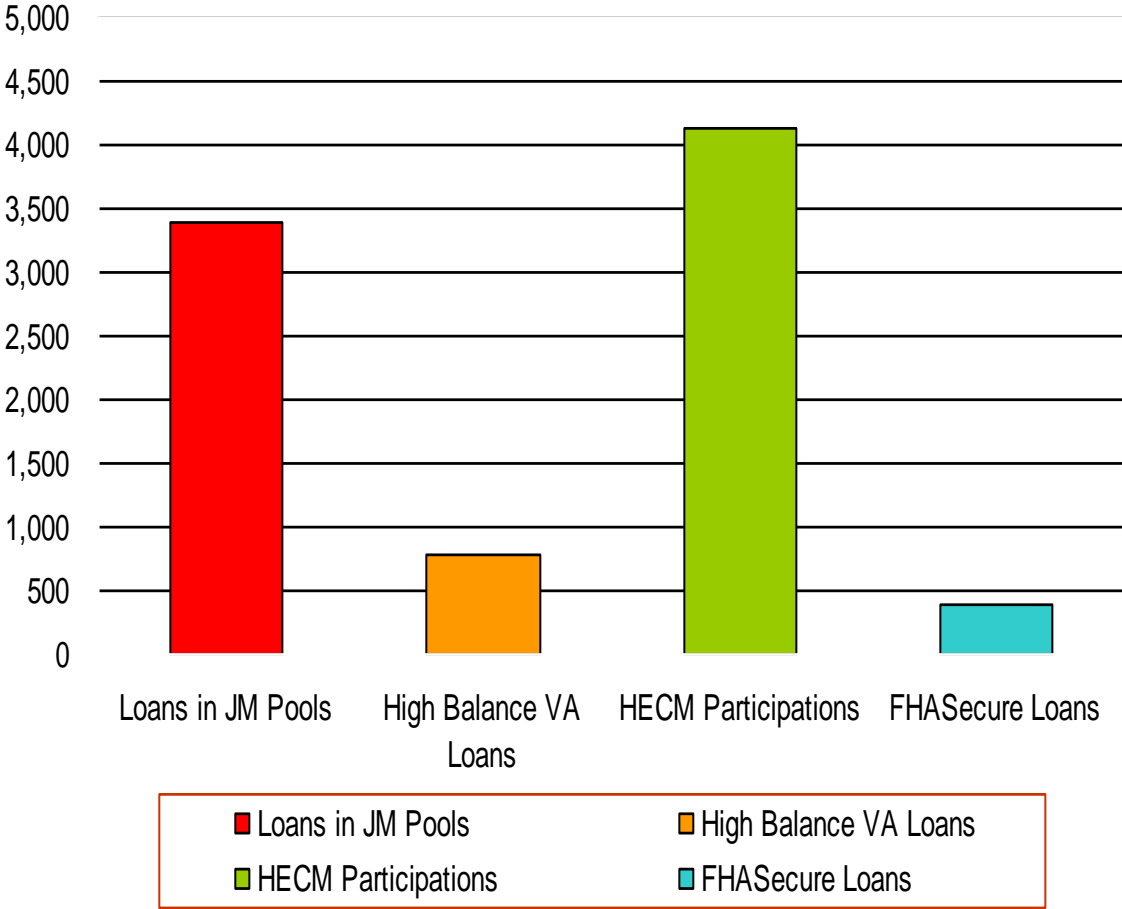
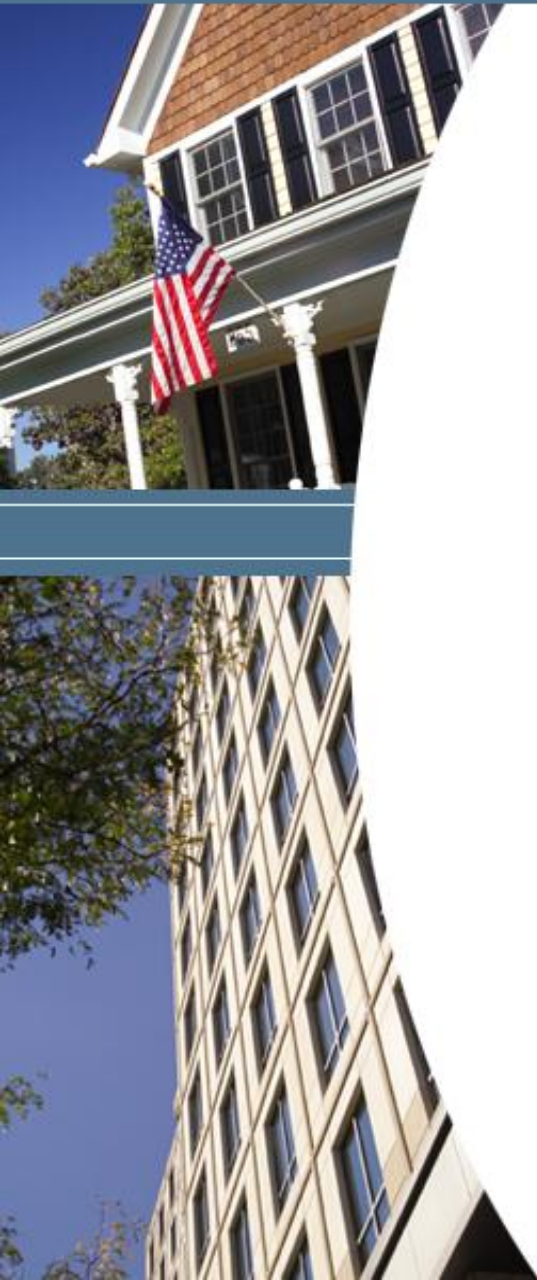


- NEW PROGRAMS

- 
- Ginnie Mae's program for FHA Secure loans was announced in APM 07-14 in December 2007. Since there has been only limited interest in the FHA Secure program, \$82 million has been issued under the program, with \$75 million issued in the third quarter of FY 2008.
 - A program for high balance loans was announced in March 2008 through APMs 08-05 and 08-06. This program has been among the most successful recent programs, as it resulted in the creation of 170 pools with 3,400 loans in the first 3 months, the third quarter of FY 2008.
 - Ginnie Mae announced the HECM program in September 2007 with APM 07-12, but did not issue the first HECM security until November 2007 with \$117 million OPB. Currently, Ginnie Mae has securitized over 1 billion in HMBS securities.

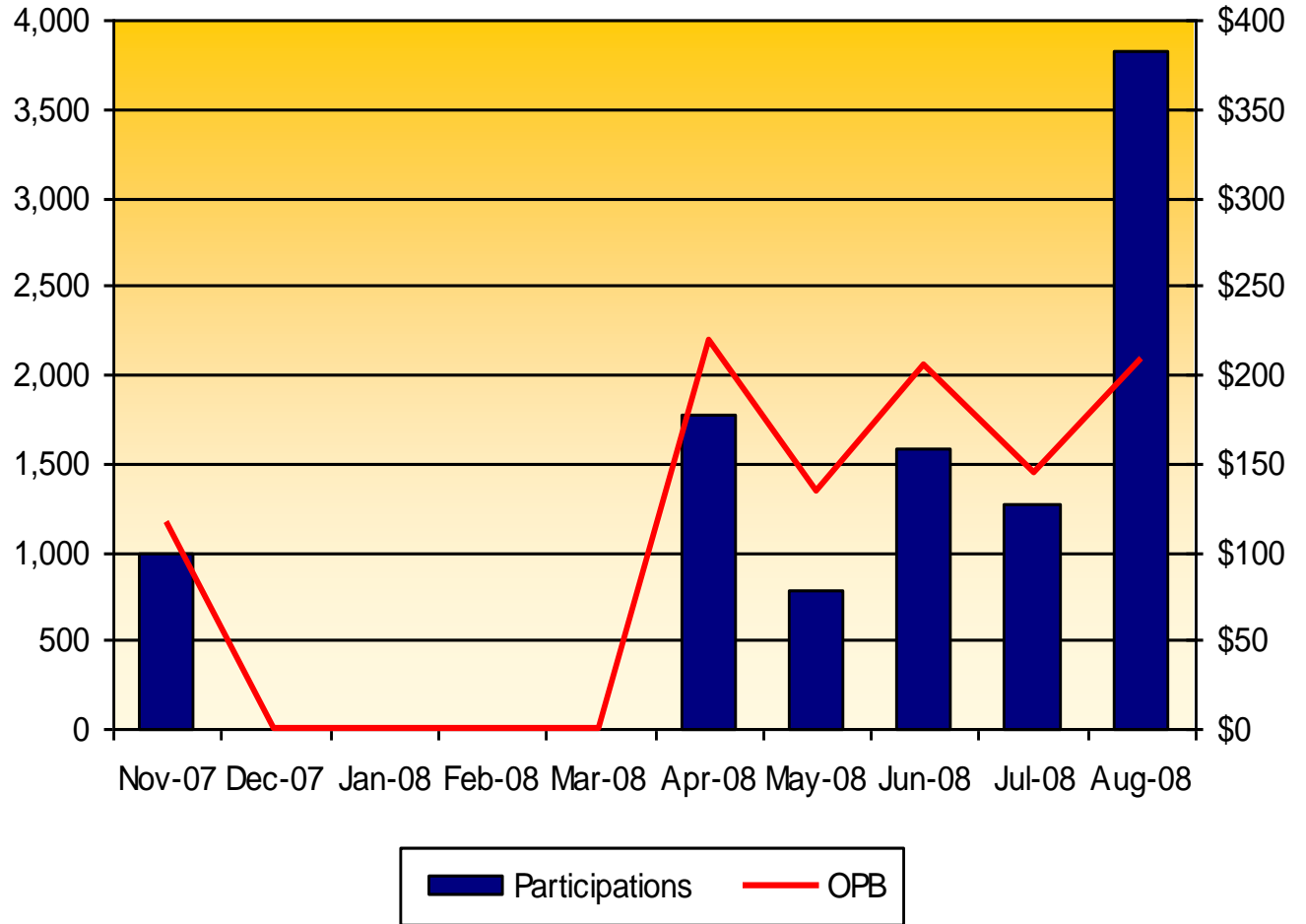
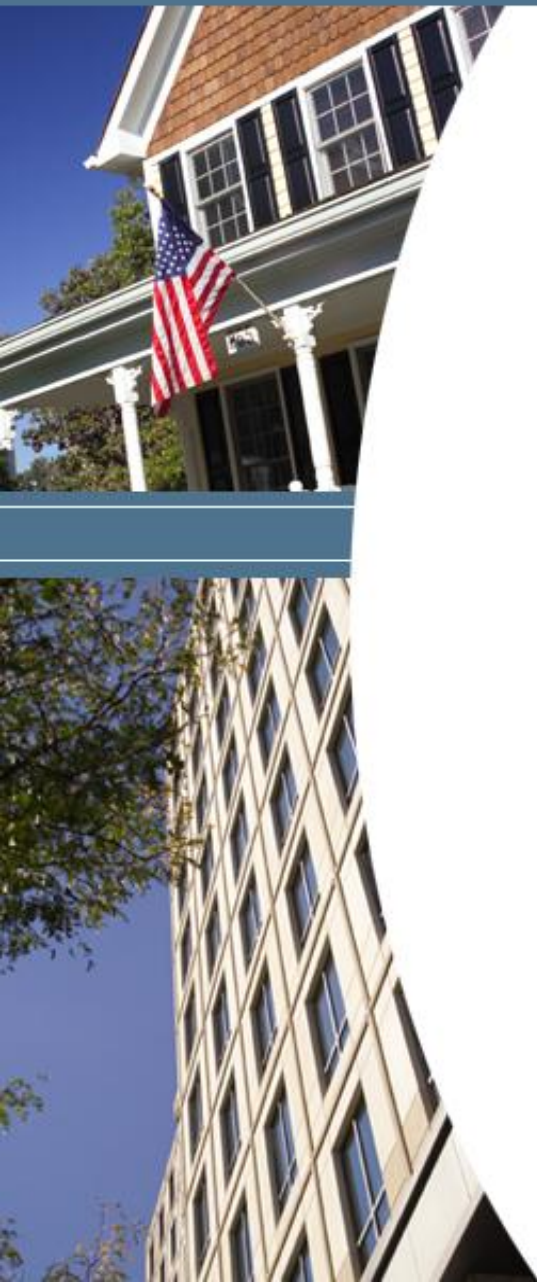
Ginnie Mae Agency Update

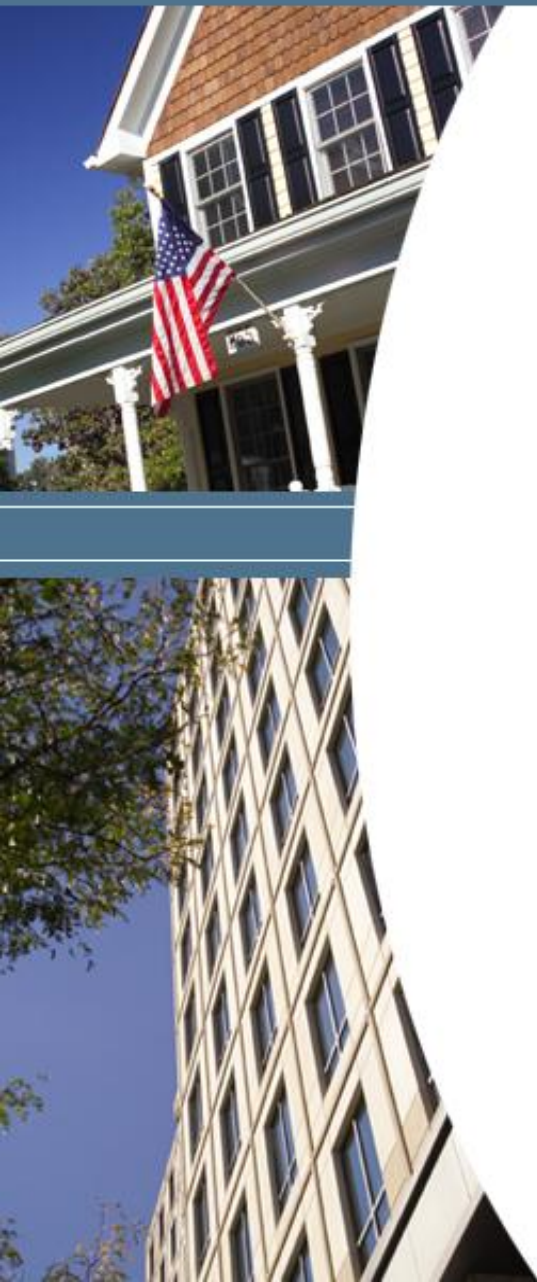
ISSUANCES OF NEW PRODUCTS



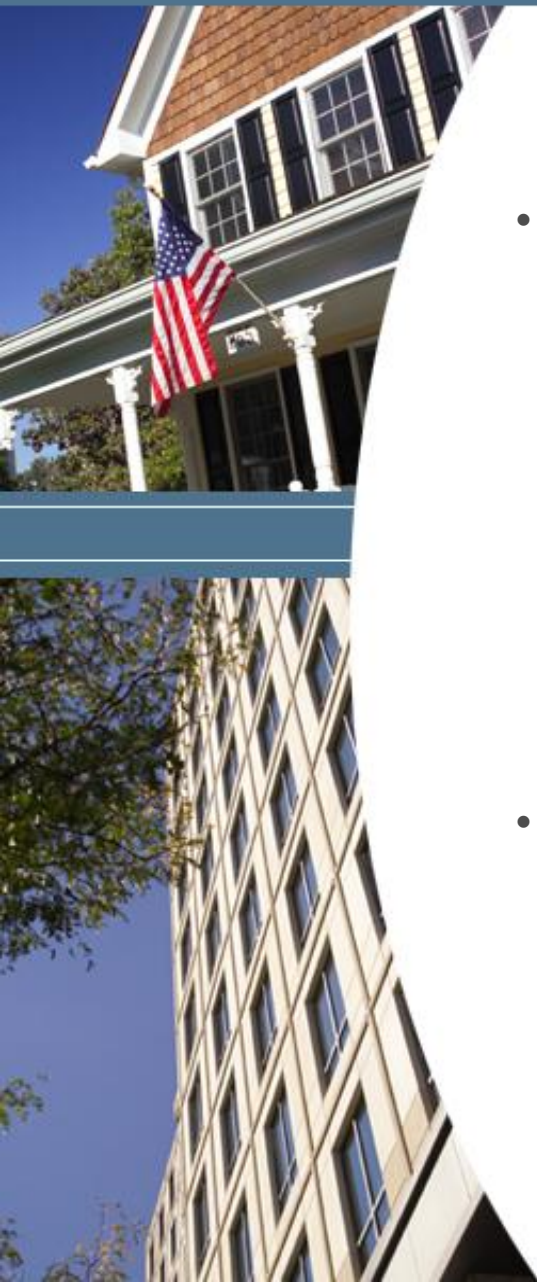
Ginnie Mae Agency Update

HECM ISSUANCES





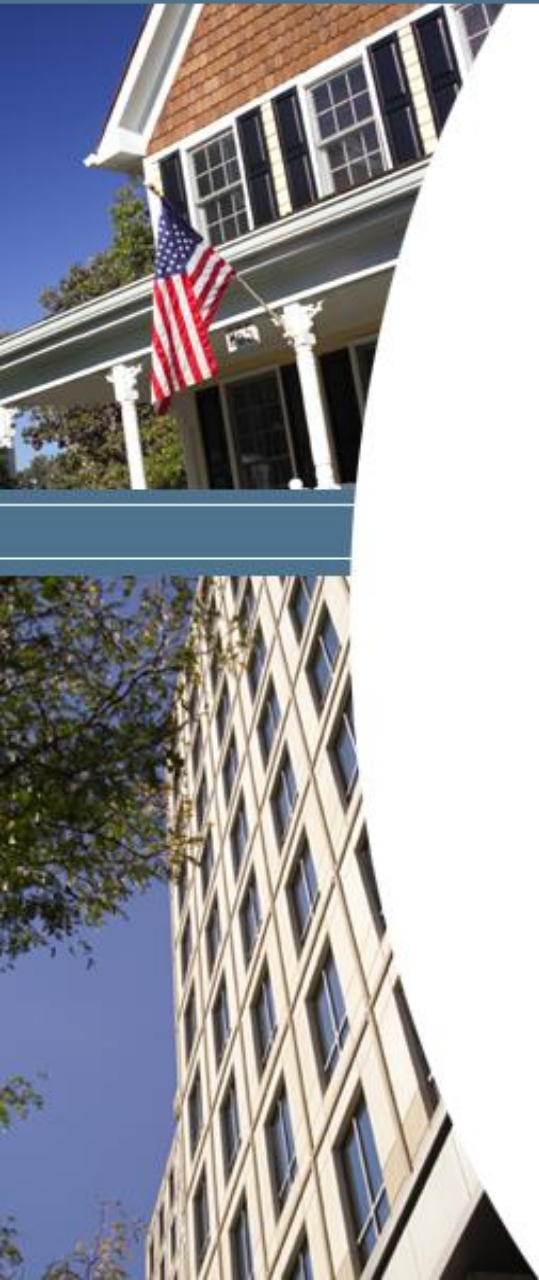
- REPORTING AND
FEEDBACK SYSTEM (RFS)



- **Functions:**
 - » Consolidation of monthly loan and pool level reporting process.
 - » Enhanced reporting feedback and Issuer correction capabilities.
 - » Comparison of loan level and pool level data.
 - » Improved access to data, query capabilities, and on-line reporting tools.
 - » Improved alignment of loan level data requirements to current industry standards.
- **Benefits:**
 - » Electronic exception notification and correction submission.
 - » Enhanced loan level reporting requirements
 - » Data to be stored in a central repository (EWODS).

- Important Dates

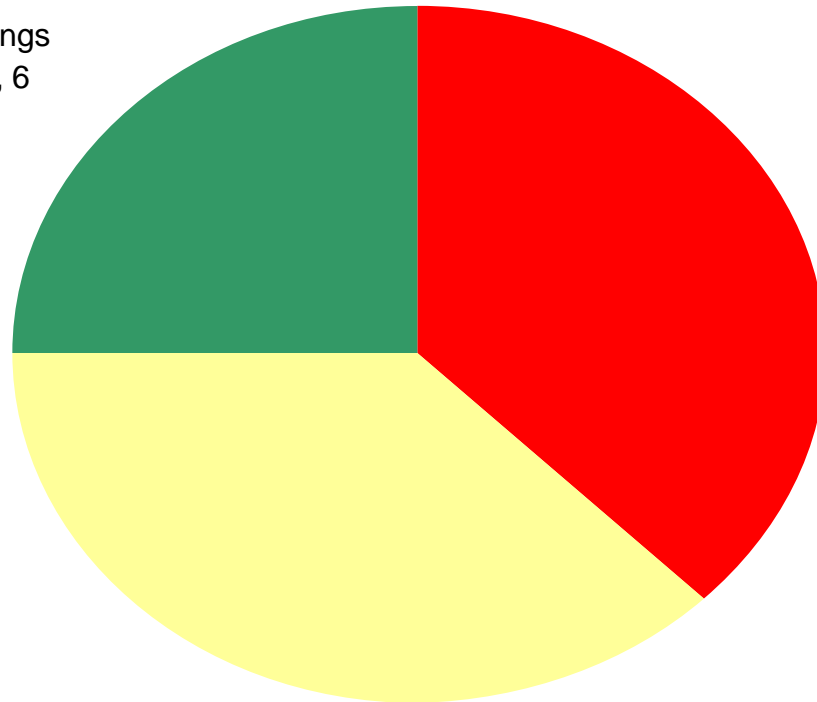
Revised Description of Activity	
Extended to August 29, 2008	All Issuers' Security Officers must submit their portal registration forms . The registration form is available on Ginnie Mae's website.
Begins August 15, 2008	Issuer Testing: Connectivity and general formatting for sFTP submissions only.
September 2008	Invitations for Issuer web-based training will be delivered to all registered Issuers. Ginnie Mae will offer multiple web-based training sessions in late September.
Begins October 1, 2008	Issuer Data Validation Testing <ul style="list-style-type: none">• Phase 1: Security Officers receive passwords and user ids via phone from Ginnie Mae Security Administrator. Security Officers begin adding users to the portal.• Phase 2: On-line connectivity test.• Phase 3: First month - June reporting period• Phase 4: Second month - July reporting period.



- DOCUMENT CUSTODIAN
FIELD REVIEW FINDINGS

Frequency of Findings Per Review

No Findings
Issued, 6



4 or more
findings, 9

1-3 Findings, 9

- 4 or more findings
- 1-3 Findings
- No Findings Issued

Ginnie Mae Agency Update

MOST COMMON FINDINGS



Description	Risk Level	# Times Finding Issued
Form HUD 11708 is incomplete or incorrectly prepared.	Low Risk	7
The Fidelity Bond failed to have an endorsement naming Ginnie Mae as a loss payee.	Low Risk	7
The number of pools held at the Document Custodian do not match Ginnie Mae's Records.	Low Risk	7
For the selected pool(s) that have been final certified, the named insured under the title insurance policy is not the mortgagee, and neither the title policy definition of "insured" includes each successor in ownership and any guarantor agency, nor is there an endorsement to the policy naming the issuer as mortgagee for the selected loan(s).	Low Risk	5
Information on the form HUD 11706, Schedule of Pooled Mortgages, is incorrect and does not agree to loan documents.	Low Risk	5