

PROGRAM: Adjustable-Rate Securities, Multifamily Mortgages, Single-Family Mortgages and other programs by Ginnie Mae **New Format**

AGENCY: Government National Mortgage Association (Ginnie Mae or GNMA)

DESCRIPTION: Ginnie Mae makes affordable housing a reality for millions of low- and moderate-income households across America by channeling global capital into the nation's housing markets. Specifically, the Ginnie Mae guaranty allows mortgage lenders to obtain a better price for their mortgage loans in the secondary market. The lenders can then use the proceeds to make new mortgage loans available. Ginnie Mae does not buy or sell loans or issue mortgage-backed securities (MBS). Therefore, Ginnie Mae's balance sheet doesn't use derivatives to hedge or carry long term debt.

What Ginnie Mae does is guarantee investors the timely payment of principal and interest on MBS backed by federally insured or guaranteed loans — mainly loans insured by the Federal Housing Administration (FHA) or guaranteed by the Department of Veterans Affairs (VA). Other guarantors or issuers of loans eligible as collateral for Ginnie Mae MBS include the Department of Agriculture's Rural Housing Service (RHS) and the Department of Housing and Urban Development's Office of Public and Indian Housing (PIH).

Ginnie Mae securities are the only MBS to carry the full faith and credit guaranty of the United States government, which means that even in difficult times an investment in Ginnie Mae MBS is one of the safest an investor can make.

CONTACT INFORMATION:

- For information on Ginnie Mae in general, visit <http://www.ginniemae.gov/> or call (202) 708-1535.
 - Form information on homeownership via Ginnie Mae, visit <http://www.ginniemae.gov/ypth/index.asp?Section=YPTH> .
 - For information for investors with Ginnie Mae, visit <http://www.ginniemae.gov/investors/investors.asp?Section=Investors> .
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PROGRAM: Balloon/Reset Mortgages, Rate-Capped Adjustable-Rate Mortgages, and Single-Family, Fixed-Rate Mortgages (ARMs) By Freddie Mac

AGENCY: Federal Home Loan Mortgage Corporation (Freddie Mac)

DESCRIPTION: Freddie Mac is described in detail in section four, equity grants. Visit the Freddie Mac homepage at www.freddiemac.com or leave comments at <http://www.freddiemac.com/corporate/about/feedback.html> .