Pooling Requirements for 75-day ARM Giant PCs

Certain PC prefixes may be commingled to form a 75-day ARM Giant PC if the following pooling rules are met. Please refer to the 45-Day Fixed Rate and 75-Day ARM Giant Collateral Prefix Eligibility Chart for prefix compatibility

ARM Attribute	Pooling Requirement
Adjustment Period	The underlying ARMs in each ARM PC Pool must have the same time interval between adjustments.
Assumability	The underlying ARMs in each ARM PC Pool may have different assumability features.
Collateral	More than one pool is required as collateral.
Convertibility	All convertible ARM PCs or convertible ARM giant PCs may only be pooled with other convertible ARM PCs or convertible ARM Giant PCs.
Coupon	There is not a prescribed range for ARM Giant PC coupons
Index	The underlying ARMs in each ARM PC Pool must have the same index.
Initial Cap Up/Initial Cap Down	The underlying ARMs in each ARM PC Pool must have the same initial cap up and initial cap down percentages. Exceptions: − If an ARM is past the first interest-rate change date at the time of delivery, the periodic cap is in effect. − 7/1 and 10/1 1-year weekly CMT ARMs may have different initial caps, if the initial cap for each mortgage is equal to its respective life cap. PC Pool disclosure will indicate in the Legend field "*Life cap at 1st adjustment.*"
Initial Interest	Initial Interest ARM PCs and Initial Interest ARM Giant PCs may only be pooled with other Initial Interest ARM PCs and Initial Interest ARM Giant PCs which have the same original interest only period and fully amortizing period.
Initial Period	Hybrid ARM PCs or Hybrid ARM Giant PCs backing a Hybrid ARM Giant PC must have the same initial period. For example, a Hybrid ARM PC with an initial period disclosed as 3 may only be pooled with a Hybrid ARM PC with an initial period disclosed as 3. A Hybrid ARM PC with an initial period disclosed as mixed may only be pooled with a Hybrid ARM PC with an initial period disclosed as mixed.
Jumbo Conforming	Jumbo Conforming ARM PCs with the same characteristics may be pooled together under existing prefixes.
Lookback Period	The underlying ARMs in each ARM PC Pool must have the same lookback period.
PC Margin	The underlying ARMs in each ARM PC Pool may have different margins. The underlying ARMs in each ARM PC Pool may have different margins.
Periodic Rate Cap	The underlying ARMs in each ARM PC Pool must have the same periodic cap. The

	underlying ARMs in each ARM PC Pool must have the same periodic cap.
Pool Size	The minimum pool size for fully-amortizing ARM PCs is $500k UPB. The minimum pool size for Initial Interest ARM PCs is $1k UPB.
Prepayment Penalty Mortgages (PPMs)	All ARM PCs or ARM Giant PCs with prepayment penalty mortgages may only be pooled with other ARM PCs or ARM Giant PCs with prepayment penalty mortgages. ARM PCs with prepayment penalties are identified on the Freddie Mac website and Bloomberg by a Disclosure Flag. PPM: Yes or No
Reduced Minimum Servicing	ARM PCs with servicing below 25 basis points will be assigned a prefix according to the ARM characteristics of the underlying mortgages. A disclosure flag will indicate the mortgages that have a minimum servicing fee of less than 25 bps which will be identified on Freddie Mac's website & Bloomberg. Reduced Minimum Servicing: Yes or No
Weighted Average Mortgage Life Ceiling	There is not a prescribed range for ARM Giant PC life ceilings.
Weighted Average Mortgage Life Floor	ARM PCs and ARM Giant PCs with stated weighted average lifetime floors may be commingled with ARM PCs and ARM Giant PCs without stated weighted average lifetime floors. There is not a prescribed range for ARM Giant PC life floors.