



## Focus on: **SF-Series REMIC Bonds**

The SF-Series REMIC bond is a structured mortgage-backed security with a short guarantee final date, generally on a non-accelerated security (NAS) structure.

The SF-Series are priced using CPR assumptions rather than traditional PSA assumptions, thereby generating a more complete security valuation for the investor.

Freddie Mac's SF-Series REMICS are backed by Gold PCs or Re-REMICs, and are an example of the innovation and flexibility that Freddie Mac presents to the market.

### Investor Benefits

#### Short Stated Final

With shorter stated final maturities than other mortgage-backed securities, the SF-Series REMIC bond offers protection to mitigate extension risk. These bonds typically mature five years from the date of issue.

#### Sound Alternative

Because of its unique structure, the SF-Series REMIC bond acts as a sound alternative to short asset-backed securities.

#### Superior Credit Quality

The SF-Series REMIC bond carries the Freddie Mac guarantee of scheduled payment of principal and timely interest.

“...an example of the innovation and flexibility that Freddie Mac presents to the market.”

**Series SF1:** To view on Bloomberg, type FHSF SF1 <MTGE> and <GO>

Example of SF-Series REMIC	CPR Speeds				
	10%	30%	48%	75%	96%
<b>Weighted Average Life at Pricing</b>					
With GMS Bond	5.0	2.4	1.2	0.5	0.2
Without GMS Bond	5.4	2.4	1.2	0.5	0.2
<b>Payment Window</b>					
With GMS Bond	6/06 - 12/15/08	6/04 - 8/15/06	11/03 - 4/15/05	8/03 - 2/15/04	8/03 - 9/15/03
Without GMS Bond	6/06 - 4/15/10	6/04 - 8/15/06	11/03 - 4/15/05	8/03 - 2/15/04	8/03 - 9/15/03

