



U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT
WASHINGTON, DC 20410-9000

GOVERNMENT NATIONAL
MORTGAGE ASSOCIATION

September 28, 2007

APM 07-13

MEMORANDUM FOR: All Participants in Ginnie Mae Programs

FROM: Thomas R. Weakland, Acting Executive Vice President

SUBJECT: Document Custodian Certification Requirements for
Pools Containing Adjustable Rate Mortgages

As previously announced in All Participants Memorandum (“APM”) 07-04, dated April 5, 2007, Ginnie Mae has implemented new pooling edits for Adjustable Rate Mortgages (ARMs). These edits enable Ginnie Mae to alert issuers when the underlying loan collateral backing the pool is inconsistent with the ARM pool type selected. Effective October 1, 2007 and thereafter, document custodians are to apply the new certification review requirements for all ARM promissory notes backing Ginnie Mae securities.

To ensure that all pools meet applicable Ginnie Mae pooling and certification requirements, the document custodian is responsible for verifying that each loan in the pool has the same index type, initial and subsequent rate cap, lifetime interest rate cap and interest rate change date prior to initially certifying the pool. The attached exhibit identifies the adjustable rate pool suffixes as well as the applicable interest rate cap structures.

On October 1, 2007, Ginnie Mae’s Mortgage-Backed Securities Guide 5500.3, Rev. 1 will be updated to reflect these changes.

If you have any questions regarding this announcement, please contact your Ginnie Mae Account Executive in the Office of Mortgage-Backed Securities at (202) 708-1535.

Attachment

Exhibit A: Cap Structure for Adjustable Rate Mortgages

1	2	3	4	5	6	7	8	9	10
Pool Type (suffix)	First Payment Date of Note	Initial Rate Change Date	Acceptable Range ("Months")	Type of ARM Note	Issue Type (multiple issuer or custom)	Index (CMT)	Cap Structure		
							Initial {+/-} interest rate cap	Subsequent {+/-} interest rate cap	Lifetime {+/-} interest rate cap
AR			12-18	1 year	M	CMT	1%	1%	5%
AR			12-18	1 year	C	CMT	1%	1%	5%
AQ			12-18	1 year	M	CMT	1%	1%	5%
AT			36-42	3 year hybrid	M	CMT	1%	1%	5%
AT			36-42	3 year hybrid	C	CMT	1%	1%	5%
AF			60-66	5 year hybrid	M	CMT	1%	1%	5%
AF			60-66	5 year hybrid	C	CMT	1%	1%	5%
FT			60-66	5 year hybrid	M	CMT	2%	2%	6%
FT			60-66	5 year hybrid	C	CMT	2%	2%	6%
AS			84-90	7 year hybrid	M	CMT	2%	2%	6%
AS			84-90	7 year hybrid	C	CMT	2%	2%	6%
AX			120-126	10 year hybrid	M	CMT	2%	2%	6%
AX			120-126	10 year hybrid	C	CMT	2%	2%	6%