

Summary of Terms
Agency Credit Insurance Structure 2020–AFRM1
Insurance Policy A and Insurance Policy B
(“ACIS 2020–AFRM1”)

Insured	Federal Home Loan Mortgage Corporation (“Freddie Mac”)
Term	12-month forward population (January 1 st , 2020 to December 31 st , 2020)
Covered Loans	Covers up to 4% of eligible loans per Schedule 1 methodology. Capped reference pool of \$17.3B conventional, fully amortizing, 240 to 360 months (e.g., 21-30-year), fixed rate, first lien mortgages with original LTVs greater than 60% and less than or equal to 97%, that were acquired between January 1, 2020 and December 31, 2020
Structure	Six-tranche structure based on A, M1 (100 bps), M2 (140 bps), B1 (50 bps), B2 (50 bps), and B3 (60 bps).
Insurance Coverage	Credit Insurance Policy with a maximum loss limit of \$450M on losses related to Credit Events (as defined in the insurance policy). Reference Tranches M-1, M-2 and B-1. Freddie Mac fully absorbs any losses related to Reference Tranches A, B-2 and B-3.
Counterparties	2 International & Domestic insurance providers 15 International & Domestic reinsurers
Effective Date	January 1 st , 2020
Maturity Date	July 2032
Collateral	No changes to collateral framework (e.g., Base Trust / Supplements)
Bermuda Call Option	Yes, 60-months after Rate Recalculation Date, and annually thereafter
Eligibility / Concentration	Certain figures may be revised based on a shorter forward term. No changes to concentration limits or premium rate scalar methodology.