

CRT Forbearance Analytics Package

November 2022

Overview

Top Themes

- Over 99% of loans have exited COVID-19 related forbearance in CRT transactions
- In this report we split the Forbearance Exit into two different views: one looking at the most recent status for each loan (original view) and the other looking at the status of the loan when the loan exited forbearance for the first time.
- Active Forbearance has declined from the August 2020 peak of 284k loans (5.5% of CRT Portfolio) to 17k loans (0.3% of CRT Portfolio)

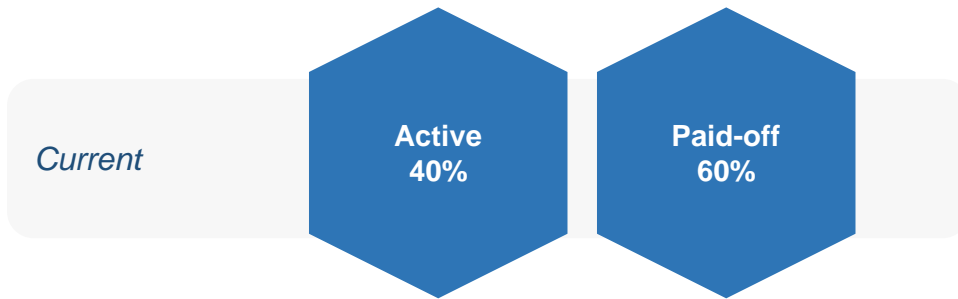


Forbearance Exit Transition as of November 2022 Reporting Period, **using status in November 2022**

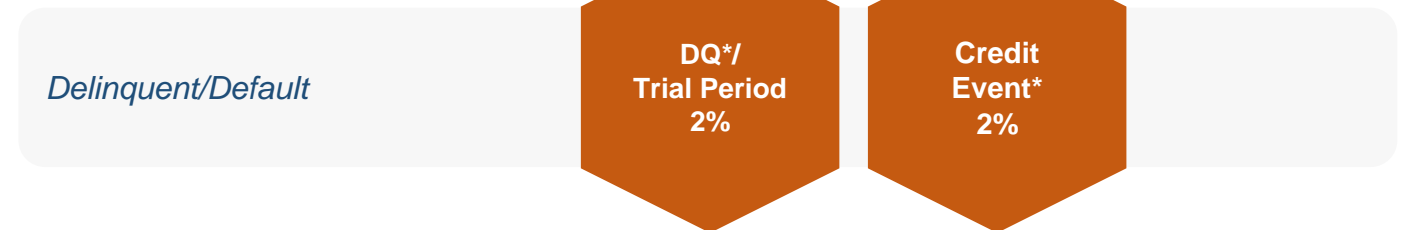
99% of loans have exited COVID-19 related forbearance in CRT transactions*

Borrowers were always current | 6%

Borrowers had missed payments* | 94%



To see current statuses for loans in forbearance, please go to [Delinquency Matrix](#) or [Disaster Matrix](#) in Clarity.



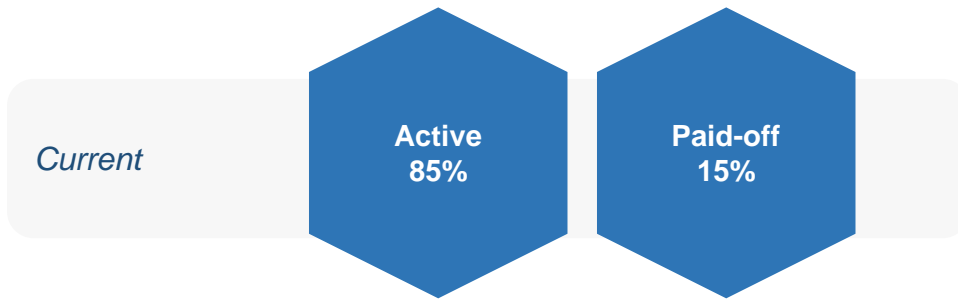
* Population evaluated is any loans in CRT transactions that entered forbearance between the May 2020 and November 2022 Reporting Periods, which correspond to March 2020 through September 2022 servicer reporting.
 * Delinquency is based on April 2020 to November 2022 Reporting Periods, which correspond to March 2020 through October 2022 servicer reporting.
 * Credit Events includes liquidations for Actual Loss transactions and D180 Credit Event for Fixed Severity transactions.
 * Forbearance exit is defined as, for the most recent Payment Date, loans for which no active forbearance was reported, or a Payment Deferral or modification was granted, and the loan was brought current regardless of the forbearance status.

Forbearance Exit Transition as of November 2022 Reporting Period, using status at FB exit

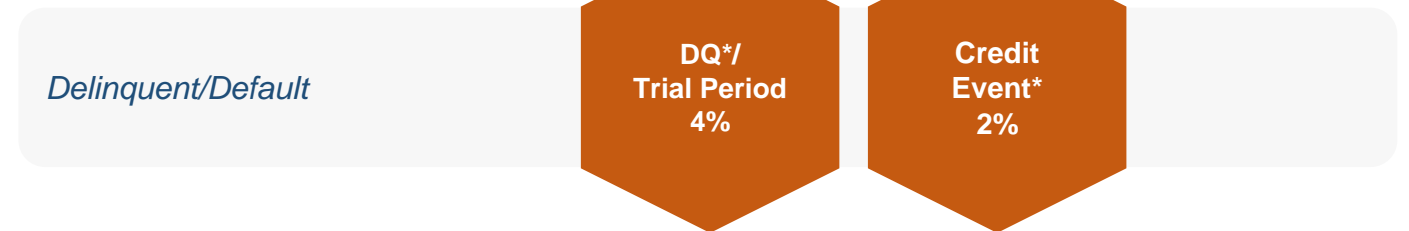
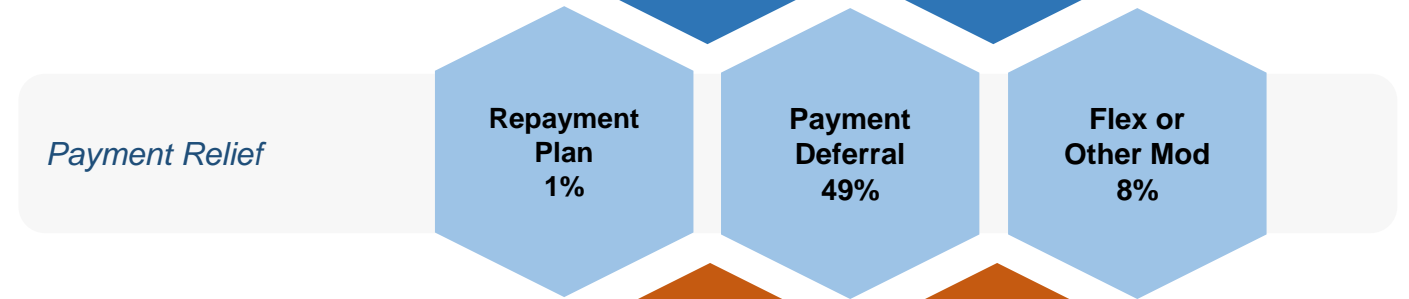
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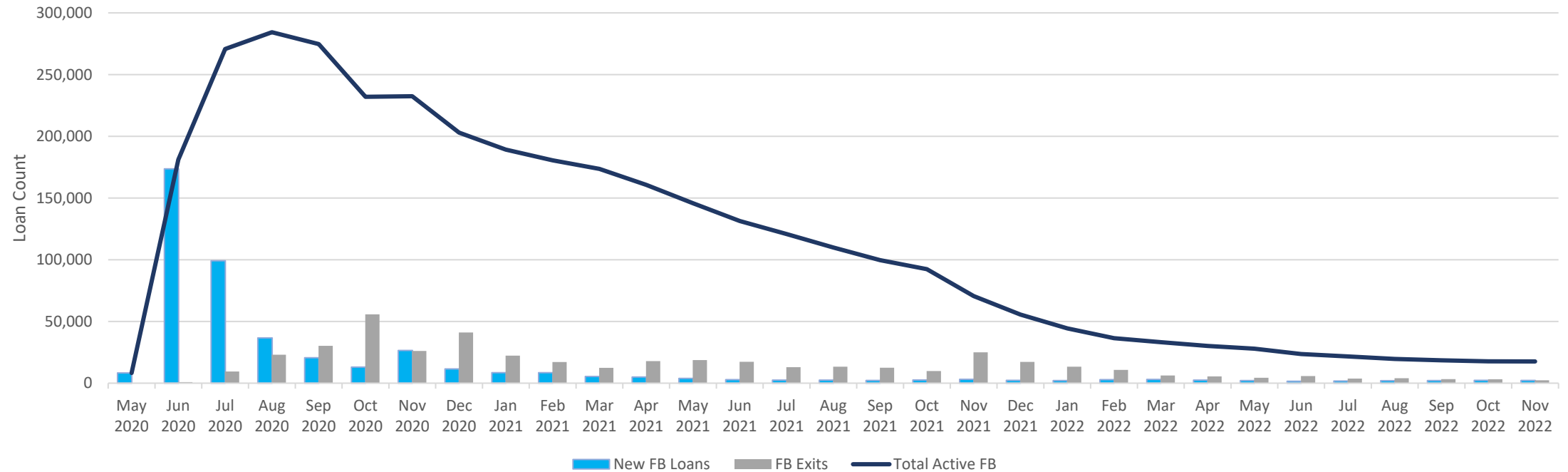


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 * Delinquency is based on April 2020 to November 2022 Reporting Periods, which correspond to March 2020 through October 2022 servicer reporting.
 * Credit Events includes liquidations for Actual Loss transactions and D180 Credit Event for Fixed Severity transactions.
 * Forbearance exit is defined as loans for which no active forbearance was reported, or a Payment Deferral or modification was granted and was current regardless of the forbearance status. Exit status is the status in the period the loan exited forbearance. For loans that have entered/exited forbearance more than once, the most recent exit status is used.

Active Forbearance *as of November 2022 Reporting Period*

Active Forbearance has declined from the Aug 2020 peak of 284k loans (5.5% of CRT Portfolio) to ~17k loans (0.3%)

Forbearance by Period



Population| All CRT transactions

Methodology| For each Payment Date, any active loan reported in forbearance for the first time since the May 2020 Payment date is considered a new forbearance. Exits are loans that were no longer reported in forbearance in each remittance month but were reported in forbearance in the prior remittance month.

Observation| Since the new forbearance peak months in the June and July Payment Dates, relatively few borrowers have entered forbearance. Since the total active forbearance peak in Aug 2020, active forbearance has consistently declined.