

# Looking Ahead: CRT in 2022

January 2022



**Credit Risk  
Transfer**

# Today's Speakers



**Mike Reynolds**

Vice President, Credit Risk Transfer  
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Director, CRT (Re)Insurance  
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# Looking Ahead: CRT in 2022

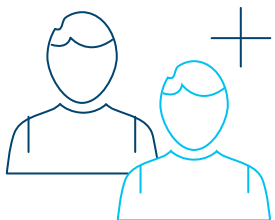
## Key Themes



**Higher Coverage Levels due to New Capital Requirements from FHFA**



**Significant Increase in Investment-Grade CRT Issuance**



**Optimized Structure Introduces New Investment Opportunities**

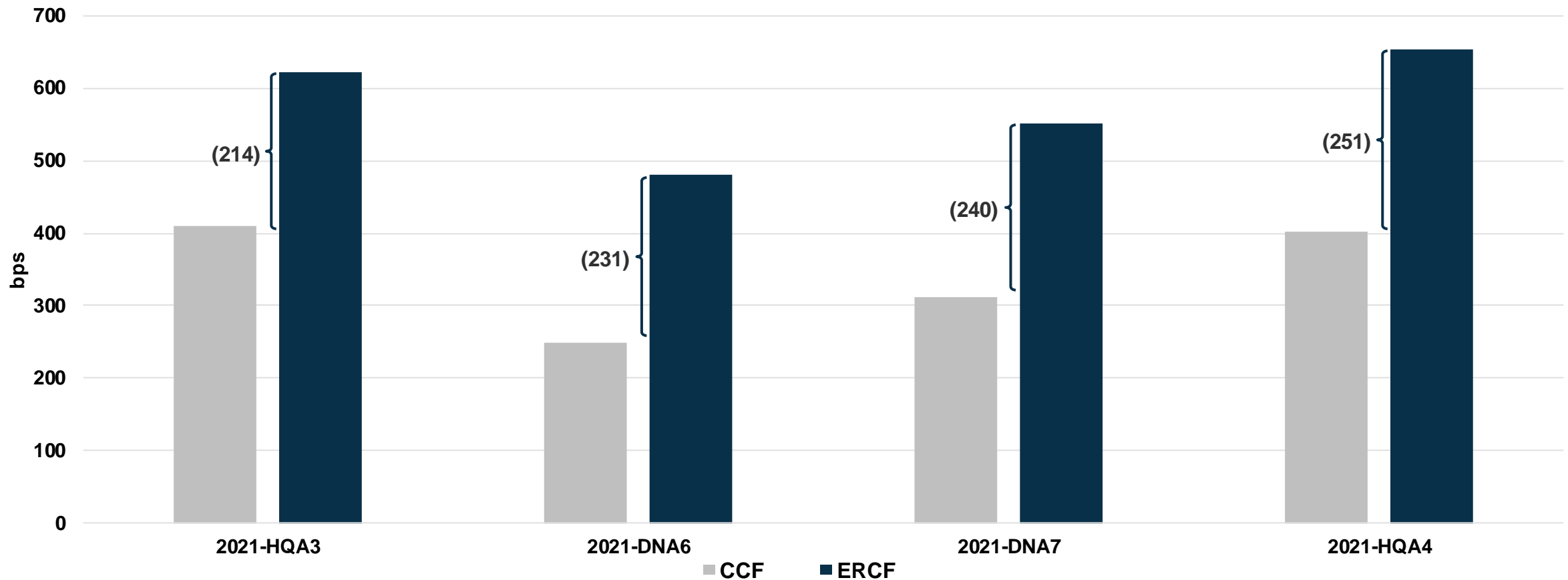
# New Coverage Levels, Same Robust Credit Profile

Higher Coverage Levels in 2022 Structure are Reflective of ERCF Refinements



## ERCF Capital Requirements are more than 200bps higher than CCF

Capital Requirement Comparison  
CCF v ERCF



# Enhanced Structure

## Introduction of M-1A and M-1B Classes



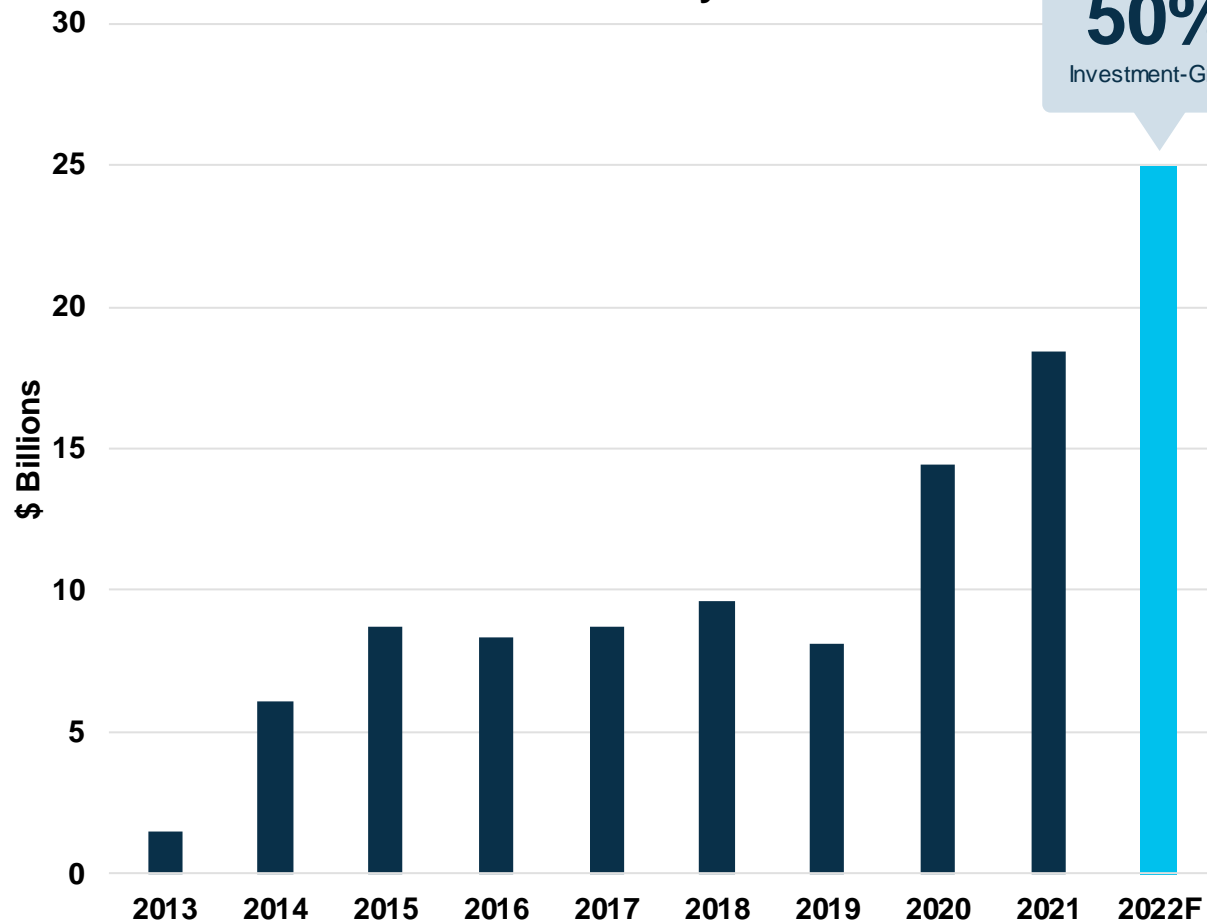
Source: Freddie Mac  
Notes: Illustrative purposes only. Final structures may vary by deal. IG = Investment-Grade or higher

# Increased Opportunities for Institutional Investors and (Re)Insurers

## Expansion of STACR and ACIS Issuance

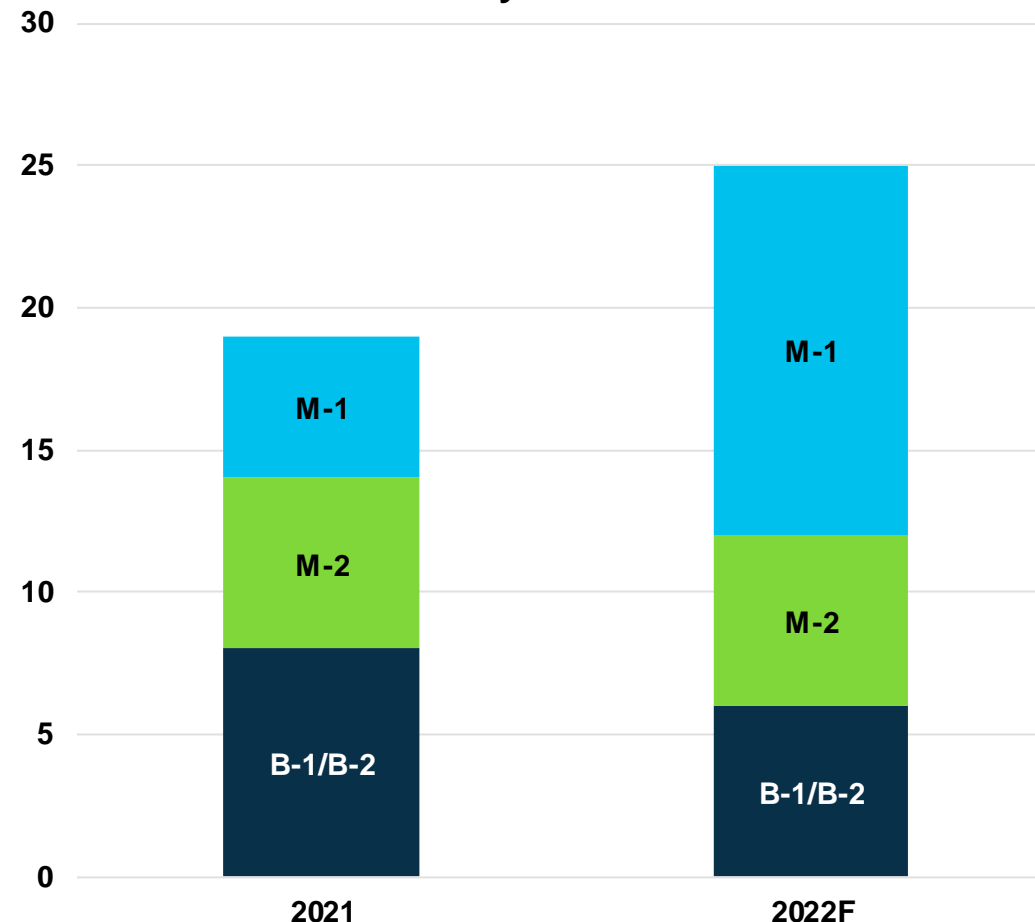


**Freddie Mac CRT  
New Issuance by Year**



At Least  
**50%**  
Investment-Grade

**Freddie Mac CRT  
New Issue by Tranche Class**



Source: Freddie Mac  
F = Forecast

# 2022 Issuance Calendar

## STACR



Q1 22		Q2 22		Q3 22		Q4 22	
Deal Series	Reference Pool	Deal Series	Reference Pool	Deal Series	Reference Pool	Deal Series	Reference Pool
DNA1 HQA1 DNA2	Q3 21 ~\$31-33B Q3 21 ~\$42-45B Q3 21 ~\$42-45B	DNA3 HQA2 DNA4	Q4 21 ~\$40-45B Q4 21 (TBD) Q4 21 (TBD)	DNA5 HQA3	Q1 22 (TBD) Q1 22 (TBD)	HQA4 DNA6	Q2 22 (TBD) Q2 22 (TBD)
<p>DNA (actual loss) – Collateral with OLTVs 61 – 80</p> <p>HQA (actual loss) – Collateral with OLTVs 81 – 97</p>							

Source: Freddie Mac  
Note: Issuance Calendar subject to change.

# 2022 Issuance Calendar



## ACIS

Q1 22		Q2 22		Q3 22		Q4 22	
Deal Series	Reference Pool	Deal Series	Reference Pool	Deal Series	Reference Pool	Deal Series	Reference Pool
SPL1 SPL2 SPH1 SPL3 SPL4	Q3 21 ~\$22B Q3 21 ~\$22B Q4 21 ~\$15-20B Q4 21 ~\$35-40B Q1 22 (TBD)	SPH2 SPL5	Q1 22 (TBD) Q2 22 (TBD)	SPH3 SPH4	Q2 22 (TBD) Q3 22 (TBD)	SPL6 SPL7	Q3 22 (TBD) Q4 22 (TBD)
Executable Call Options							
2017-DNA1 2017-HQA1 2017-DI01		2017-DNA2 2017-HQA2 2018-SAP1		N/A		2017-DNA3 2017-HQA3 2017-HRP1	
<p>SPL (actual loss) – Collateral with OLTVs 61 – 80</p> <p>SPH (actual loss) – Collateral with OLTVs 81 – 97</p>							

Source: Freddie Mac  
Note: Issuance Calendar subject to change.





# Registration Open CRT Quarterly Webcast

Thursday | January 20 | 2022  
2 P.M. ET

## *Speakers*



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# Thank You



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# Disclaimer



This document contains forward-looking statements within the meaning of Section 27A of the Securities Act. These statements involve known and unknown risks and uncertainties, some of which are beyond our control. These statements are not historical facts but rather represent our expectations based on current information, plans, judgments, assumptions, estimates and projections. Actual results or performance may differ from those described in or implied by such forward-looking statements due to various risks, uncertainties and other factors including the following: general economic and business conditions, competition, changes in political, social and economic conditions, regulatory initiatives and compliance with governmental regulations, customer preference and various other matters. Forward-looking statements are made only as of January 5, 2022. We undertake no obligation to update any forward-looking statements we make to reflect events or circumstances occurring after January 5, 2022.