

FEDERAL RESERVE BANK OF NEW YORK  
EAST RUTHERFORD OPERATIONS CENTER  
100 ORCHARD STREET  
EAST RUTHERFORD, N.J. 07073  
AREA CODE 201-531-3000

April 27, 2001  
Clearing Memo #223

To: Memorandum to Institutions Maintaining Direct Wire Facilities with  
the National Book-Entry System (NBES)

From: Gail Armendinger  
Electronic Payments Officer  
Electronic Payments Department *Gail Armendinger*

Subject: Expansion of Book-Entry Services for Federal Home Loan  
Mortgage Corporation (Freddie Mac)

The Federal Home Loan Mortgage Corporation (Freddie Mac) will begin issuing new REMIC mortgage-backed securities (MBS) with a P&I remittance on the 15<sup>th</sup> calendar day of the month.

The record date of these new securities will be the last business day of the month and the payment date will be the 15<sup>th</sup> day of the following second month (or the next business day if the 15<sup>th</sup> is a holiday or falls on a weekend. As a result, the span between the record date and the payment date is 45 days for these new REMIC securities.

The new securities will be processed by the Federal Reserve operated book-entry securities transfer system. Transfers of these obligations will be governed by the same procedures and fees applicable to transfers of other book-entry securities.

These securities are transferable nationwide upon issuance.

A. CUSIP Number/Security Description

Each security will be assigned a unique nine-character CUSIP number. An example of the security description is "FTRM AA0001 A" or "FTRA AA0001 A."

B. Denominations

The minimum and multiple denominations will be announced with each issue.

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### C. Original Issues

On the original issue settlement date, Freddie Mac will transmit the securities through the securities transfer system to depository institutions (DIs). The original issue will be effected by sending a Type Code 2500 message (Reversal Code 2502) which will transfer the securities to the purchaser's account from the Freddie Mac issuer account.

### D. Secondary Market Transactions

Transfers will be at par amount and effected using the standard Type Code 2000 message (Reversal Code 2002).

### E. Principal and Interest Payments

The principal and interest payments for these securities will be automated. The principal and interest payment will be via a Type Code 8906 wire. The maturing securities will be withdrawn electronically on the payment date via Type Code 8900. The detailed payment information will be available in the Notification of P&I – Non-Immediate report.

Questions regarding this announcement should be directed to Belinda Williams, Information/Technical Support Specialist, Electronic Payments Department at (201) 531-3155.