



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

GOVERNMENT NATIONAL
MORTGAGE ASSOCIATION

October 14, 2005

APM 05-19

MEMORANDUM FOR: All Participants in Ginnie Mae Programs

FROM: Michael J. Frenz, Executive Vice President

SUBJECT: Change in Minimum Denomination for Ginnie Mae
Single Class Securities – GinnieNET 2020, Version 6.2

Ginnie Mae is pleased to announce that it is reducing the minimum denomination for all newly issued Ginnie Mae single class securities, **with the exception of serial note securities**, from \$25,000 to \$1,000. This change will become effective for all new pools received by Ginnie Mae's Pool Processing Agent for processing on or after October 25, 2005, with an expected issue date of November 1, 2005, or thereafter. The new minimum denomination will also apply to pool conversions (Ginnie Mae I MBS to Ginnie Mae II MBS) initiated on or after November 1, 2005. The change to the new minimum denomination is being accommodated through the implementation of GinnieNET 2020, Version 6.2. **All outstanding Ginnie Mae securities with issue dates prior to November 1, 2005, will continue to have a minimum denomination of \$25,000.**

Another improvement included with GinnieNET 2020, Version 6.2, is the updated certification reason codes for performing final certifications on GinnieNET. The certification reason codes on GinnieNET now conform with the reason codes that are currently used in the form HUD 11708 process on GinnieNET. To take advantage of this new functionality, both the issuer and the issuer's document custodian must be using GinnieNET 2020, Version 6.2. Furthermore, effective December 15, 2005, all issuers and document custodians are required to use GinnieNET 2020, Version 6.2. Ginnie Mae will no longer support earlier versions of GinnieNET 2020.

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