



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

GOVERNMENT NATIONAL
MORTGAGE ASSOCIATION

June 5, 2007

APM 07-06

MEMORANDUM FOR: All Participants in Ginnie Mae Programs

FROM: Michael J. Frenz, Executive Vice President

SUBJECT: Ginnie Mae New Monthly Reporting Process –
Technical Specifications

Ginnie Mae is pleased to announce, as part of its ongoing business process improvement efforts, the implementation of a new streamlined process for reporting remaining principal balances (RPBs), pool accounting data and loan level data on a monthly basis. The new streamlined process, Reporting and Feedback System (“RFS”), will require the electronic submission of a single consolidated file to Ginnie Mae on a monthly basis, replacing Ginnie Mae’s current reporting process where issuers have to submit separate file transmissions to Ginnie Mae on a monthly basis for each of the above reports. Ginnie Mae will reconcile the loan and pool level data with the reported RPBs. Issuers will be timely notified of any exceptions. This should eliminate the need for post payment adjustments on payments to Ginnie Mae investors.

Ginnie Mae has been working extensively with service bureaus, issuers and other business partners prior to implementation of the new process. Ginnie Mae anticipates that the new reporting process will go live for the July 2008 reporting period, which must be submitted to Ginnie Mae no later than the second business day of August 2008.

In order to achieve a seamless transition, Ginnie Mae is providing issuers with a substantial amount of time to make the necessary changes to their processes in order to implement the new reporting requirements. To allow adequate time for issuer testing, Ginnie Mae has established a six-month “window” for testing that will cover the period January 2008 through June 2008. Issuers will have the flexibility to schedule their testing during this timeframe. However, all issuers will be required to begin testing no later than April 2008. This will allow issuers sufficient time to retest, if necessary, prior to the July 2008 implementation date. As part of the new process, Ginnie Mae will be updating web-based GinnieNET to accommodate the new additional data elements that will need to be captured at security issuance.

The new monthly reporting process applies to all issuers who have an outstanding Ginnie Mae servicing portfolio. Highlights of the new monthly reporting process include the following:

- New reporting deadlines - all monthly data shall be submitted by the 2nd business day, with all critical updates and corrections made no later than the 4th business day.
- Consolidation of data reporting - the current data reporting requirements relating to the submission of forms HUD 11710A, 11710D, and 11710E, loan level reporting, and the reporting of the aggregate security RPBs, will be consolidated into one single reporting file. HUD forms 11710A, 11710D, and 11710E will no longer need to be submitted to Ginnie Mae.
- Consolidated exception feedback - the edit/exception feedback will be streamlined and will provide rapid turnaround of edit/exception information about any data affecting RPBs and loan level and disclosure data.

Issuers are required to make the necessary changes to their infrastructure in order to implement Ginnie Mae's new monthly reporting process. The document, "Issuer Reporting Technical Specification Document", provides issuers with the business requirements and technical specifications that they will be required to follow with regard to the new reporting process. This document and answers to "Frequently Asked Questions" are available for download at www.ginniemae.gov. Issuers should note that this APM transmits the final version of Ginnie Mae's reporting specification and any previous draft or comment versions of the document are obsolete.

For additional information, issuers may contact their Ginnie Mae representative in the Office of Mortgage-Backed Securities at (202) 708-1535 or (202) 708-2043.