



GOVERNMENT NATIONAL
MORTGAGE ASSOCIATION

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

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MEMORANDUM FOR: All Participants in the Ginnie Mae Multiclass Securities Program

FROM: Theodore W. Tozer, President

SUBJECT: Formula Changes for the Calculation of Weighted Average Data for Platinum Securities

Effective for the September 2011 monthly data disclosure, there will be a change in the formulas used to calculate the Weighted Average Remaining Maturity (WARM) and Weighted Average Loan Age (WALA). WARM, WALA and Weighted Average Coupon (WAC) are collectively referred to as the “weighted averages” (WAs).

Currently the Platinum WAs are calculated using two different methodologies:

- WAC is calculated based on the coupons of the underlying collateral pools of the related Platinum pool; along with a contingency formula that addresses the situation where the underlying collateral does not result in a calculated WAC due to unreported data; and
- WARM and WALA are currently calculated as a weighted average of the underlying collateral at Platinum issuance, and a “+1/-1” methodology of adding one month to the previous WALA and subtracting one month from the previous WARM, for the ongoing monthly disclosure.

Effective for the September 2011 monthly data disclosure, WARM and WALA will be calculated as the weighted average of the remaining term to maturity and loan age, respectively, of the underlying collateral of the related Platinum pool, as further described below. The WAC calculation methodology remains unchanged.

The new formulas for Platinum security WARM and WALA are:

- WARM is the weighted average (weighted by security remaining principal balance (RPB)) of the WARM of each underlying pool; provided that if underlying collateral pools in excess of 15% of the aggregate RPB for the Platinum security have not reported any WARM for the related reporting period, no WARM will be disclosed for the relevant Platinum security.

- WALA is the weighted average (weighted by security RPB) of the WALA of each underlying pool; provided that if underlying collateral pools in excess of 15% of the aggregate RPB for the Platinum security have not reported any WALA for the related reporting period, no WALA will be disclosed for the relevant Platinum security.

The weighted average calculations described above represent enhancements to the disclosure data and therefore can result in different values, particularly for WARM, when compared to the “+1/-1” approach.

Please call Ginnie Mae’s Office of Capital Markets at (202) 401-8970 with any questions or comments regarding this announcement.