



PFI Advisory

February 27, 2009

Special Attention:

PFI MPF[®] Program Management and Origination Management

Subject:

Update to MPF[®] Program Credit Enhancement System

An updated version of the system used by the MPF Provider to determine the credit enhancement amount for conventional loans will be installed this weekend. Beginning **Monday, March 2, 2009** the credit enhancement amount for any loan submitted or resubmitted, with or without data changes, for loan presentment will be determined by this updated version of the system.

Depending on the each loan's individual characteristics, you may see a change in the amount of the credit enhancement required. This is because the system has been adjusted so loans are credit enhanced with updated mortgage market information. This periodic updating of the system is designed to ensure that the credit enhancement on loans sold today reflects as closely as possible current, not past, mortgage market conditions.

We appreciate the opportunity to be of service to you and look forward to continuing to serve your mortgage loan funding needs.

If you have any questions, please contact your MPF Bank Representative or call the MPF Customer Support Desk at 877-INFO-MPF (877-463-6673).