

PFI Marketing Bulletin No. 2008-1



Date: October 14, 2008

Effective Date: Immediately

Subject: Concurrent Sale of Servicing for Government Loans

The MPF[®] Program is pleased to announce that its Concurrent Sale of Servicing option through Colonial Savings, F.A. is being expanded to incorporate certain Government loan types offered through the MPF Government product. Eligible loan types are FHA, VA and RHS Section 502 loans.

As PFIs you can continue to deliver fixed rate mortgages under the MPF Government product to your MPF Bank while having the flexibility to concurrently sell the servicing for allowable loan types to Colonial Savings for an attractive price. This expansion allows you to take advantage of current, favorable Government product market conditions and continue to meet the needs of your customers.

As PFIs, you will find the Concurrent Sale of Servicing option extremely attractive if you value the up-front price benefit of the MPF Program and are looking to maximize the value of the related servicing. Best of all, there is no additional requirement for approval by Colonial Savings. With the appropriate Government Agency qualifications and MPF Government Master Commitment you may be eligible to begin selling your Government loan servicing to Colonial Savings.

For More Information:

PFIs who are interested in discussing how to employ the Concurrent Sale of Servicing option through Colonial Savings to their advantage should call their MPF Bank Marketing Representative or Relationship Manager. For general information about the Concurrent Sale of Servicing option, please call our toll-free assistance number at **877-463-6673 (Info-MPF)**.

For more information on the MPF Program:

<http://www.fhlbmpf.com>

For access to the MPF Program/Colonial Concurrent Sale of Servicing Manual:

http://www.fhlbmpf.com/docs/products/colonial_servicing.pdf

For more information on Colonial Savings, F.A.:

<http://www.colonialsavings.com/about.aspx>