



# MPF® Remittance Options

## Actual/Actual Benefits

- Competitive up-front price
- Back-office operational ease
- No corporate advances for delinquent P&I
- No corporate curtailment interest
- Supported by many investor reporting software applications

## Actual/Actual Single Remittance Benefits

- Significant float value
- Simple and easy investor reporting
- No corporate advances for delinquent P & I
- Remittance frequency only once a month
- No corporate curtailment interest
- Supported by many investor reporting software applications

## Scheduled/Scheduled Benefits

- Competitive up-front price
- Investor reporting similar to agency scheduled/scheduled

**Actual/Actual Remittance** features an investor reporting and remittance option similar to agency actual/actual and a competitive up-front price. This option is structured so that Participating Financial Institutions (PFIs) transfer funds to their MPF Bank non-interest bearing custodial deposit account whenever the collected principal and interest (P&I) net of servicing fees exceeds \$2,500. This structure is easy for back-office operations. PFIs will find the actual/actual remittance option particularly attractive if they value the up-front price benefit and are knowledgeable in actual/actual investor reporting.

### Characteristics

- Remittance Amount .....Actual P&I collections, less a servicing fee
- Accounting cut off.....Last day of calendar month
- Investor Reporting .....By the 5th business day of the month following the cut-off
- Remittance Frequency.....Whenever collected principal and interest exceeds \$2,500, net of servicing fees, and the account balance on the first business day of the month

### Requirements

- Non-interest bearing custodial P&I account maintained at the MPF Bank
- Electronic investor-reporting
- eMPF® website

**Actual/Actual Single Remittance** offers an alternative option to remit MPF principal and interest. This option features a single monthly remittance with a simple investor reporting process. The single remittance option provides significant float income benefit for all P&I payments received in an accounting cycle. This float value results from all collections received in a calendar month being remitted on the 18th of the following month (i.e., January collections are remitted to the MPF Bank on February 18th). Members will find this program attractive if they value the float income, are new to investor reporting, or prefer a simple and easy remitting process.

### Characteristics

- Remittance Amount .....Actual P&I collections, less a servicing fee
- Accounting cut off.....Last day of calendar month
- Investor Reporting .....By the 5th business day of the month following the cut-off
- Remittance date.....On the 18th of the month following cut-off, or prior business day if the 18th is not a business day

**Scheduled/Scheduled Remittance** features a competitive up-front price and an investor-reporting concept similar to agency scheduled/scheduled. With the scheduled/scheduled option, scheduled monthly principal and interest is advanced through liquidation. A full month of interest for payoffs and curtailments is paid. Members will find this option attractive if they value the competitive up-front price and if they have personnel experienced with this remittance type and sophisticated investor-reporting systems.

### Characteristics

- Remittance Amount
  1. Scheduled principal and interest, less a servicing fee (remitted the current month)
  2. Unscheduled principal (curtailments and payoffs remitted the month following receipt)
  3. 30-days interest expense on payoffs and curtailments
- Accounting cut off.....Last day of calendar month
- Investor Reporting .....By the 5th business day of the month following the cut-off
- Remittance date.....On the 18th of the month following cut-off date, or prior business day if the 18th is not a business day