



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

GOVERNMENT NATIONAL  
MORTGAGE ASSOCIATION

March 30, 2005

MPM 05-02

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

**FROM:** Michael J. Frenz, Executive Vice President

**SUBJECT:** Announcement of Modification to Ginnie Mae Stripped Mortgage-Backed Securities

The purpose of this Multiclass Participants Memorandum (“MPM”) is to inform interested parties in the Ginnie Mae Multiclass Securities Program of a modification regarding Stripped Mortgage-Backed Securities (“SMBS”). Effective immediately, Ginnie Mae will no longer institute a rotation system based on REMIC issuance for designating a sponsor for newly created SMBS transactions. Consequently, the lead sponsor role on all SMBS transactions with a closing date of March 30, 2005, or later, will be awarded to the first sponsor who presents Ginnie Mae with appropriate collateral stipulations. This modification will enhance the scope of the SMBS product, and allow sponsors to better capitalize on advantageous opportunities in the secondary mortgage market.

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