



GOVERNMENT NATIONAL
MORTGAGE ASSOCIATION

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

August 3, 2006

MPM 06-03

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

FROM: Michael J. Frenz, Executive Vice President

SUBJECT: Inclusion of Certain Ginnie Mae REMIC Securities as Eligible Collateral for Ginnie Mae Multiclass Callable Trust Pass Through Securities

The purpose of this Multiclass Participants Memorandum (“MPM”) is to inform interested parties that effective for August 2006 transactions, Ginnie Mae will accept certain REMIC securities that have not been designated as Increased Minimum Denomination Class (“IMDC”) REMIC securities in the related Offering Circular Supplement as “eligible collateral” for Multiclass Callable Trusts (“Callable Trusts”). With this change, Ginnie Mae Platinum securities, Ginnie Mae I and Ginnie Mae II Mortgage-Backed securities (“MBS”), and Non-IMDC REMIC securities will constitute “eligible collateral” for all Callable Trusts. The Non-IMDC REMIC securities shall consist of previously issued Ginnie Mae, Fannie Mae, and/or Freddie Mac REMIC securities, provided that such collateral is directly or indirectly backed by Ginnie Mae MBS. The Callable Trusts will pass through all principal and interest distributions to registered holders on the latest distribution date of the underlying collateral. This enhancement will improve the marketability of Ginnie Mae Multiclass securities and increase the investor base for these securities.

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