Summary of Terms

Credit Insurance Risk Transfer (CIRT[™])

CIRT 2020-2

Insured	Fannie Mae				
Covered Loans	A \$12.2 billion portfolio of fully amortizing 21 to 30-year fixed rate residential mortgage loans delivered to Fannie Mae between July 1, 2019 and October 31, 2019 with original LTVs greater than 80% and less than or equal to 97%				
Insurance Coverage	Aggregate Excess of Loss Credit Insurance with a Limit of Liability of approximately \$427.2 million (3.50% of the Total Initial Principal Balance) in excess of a Retention of approximately \$48.8 million (0.40% of the Total Initial Principal Balance); the Limit of Liability may be stepped down at the 12 th month following the effective date and at each subsequent month thereafter depending on loan performance and remaining insured loans (see policy for details)				
Claim Basis	Actual loss				
Effective Date	January 1, 2020				
Termination Date	June 30, 2032				
Optional Cancelation	On or after the 60 th month following the effective date, Fannie Mae may cancel the policy by paying a cancelation fee (see policy for details)				
	Fannie Mae may cancel the policy if the Total Current Principal Balance is reduced to no more than ten percent (10%) of the Total Initial Principal Balance.				

Collateral Requirement

		S&P Insurer Financial Strength Rating								
		AA- or higher	A+	A	A-	BBB+	BBB	BBB- or lower	Not Rated since effective date	Rating no longer maintained
	A+ or higher	20%	22.5%	25%	25%	50%	50%	75%	30%	50%
AM Best Insurer Financial Strength Rating	A	25%	25%	25%	25%	50%	50%	75%	30%	50%
	A-	25%	25%	25%	25%	50%	50%	75%	50%	75%
	B++	50%	50%	50%	50%	50%	50%	75%	75%	75%
	B+ or lower	75%	75%	75%	75%	75%	75%	100%	100%	100%
	Not Rated since effective date	30%	30%	30%	50%	50%	75%	100%	100%	100%
	Rating no longer maintained	50%	50%	50%	75%	75%	75%	100%	100%	100%

		S&P Insurer Financial Strength Rating								
		AA- or higher	A+	A	A-	BBB+	BBB	BBB- or lower	Not Rated since effective date	Rating no longer maintained
AM Best Insurer Financial Strength Rating	A+ or higher					Premium Capture	Premium Capture	Premium Capture		
	A					Premium Capture	Premium Capture	Premium Capture		
	A-					Premium Capture	Premium Capture	Premium Capture		Premium Capture
	B++	Premium Capture	Premium Capture	Premium Capture	Premium Capture	Premium Capture	Premium Capture	Premium Capture	Premium Capture	Premium Capture
	B+ or lower	Premium Capture	Premium Capture	Premium Capture	Premium Capture	Premium Capture	Premium Capture	Premium Capture	Premium Capture	Premium Capture
	Not Rated since effective date					Premium Capture	Premium Capture	Premium Capture	Premium Capture	Premium Capture
	Rating no longer maintained				Premium Capture	Premium Capture	Premium Capture	Premium Capture	Premium Capture	Premium Capture