



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

THE GOVERNMENT NATIONAL
MORTGAGE ASSOCIATION

February 10, 1999

99-05

MEMORANDUM FOR: All Participants in Ginnie Mae Programs

FROM: George S. Anderson, Executive Vice President

SUBJECT: Ginnie Mae II Issuer Eligibility Status

As part of our efforts to further streamline processes, Ginnie Mae no longer requires separate approval for securitizing loans under the Ginnie Mae II program.

Therefore, effective immediately, all Ginnie Mae issuers that are currently approved to securitize only Ginnie Mae I single family pools are being granted Ginnie Mae II issuer eligibility status. However, prior to pooling Ginnie Mae II loans, affected issuers are required to submit certain information to Ginnie Mae's Pool Processing Agent ("PPA") as described below.

For those issuers who choose to use their Ginnie Mae I escrow and P&I custodial account numbers that they currently have on file with the PPA for their Ginnie Mae II pools, they only need to complete the form HUD 11709-A, ACH Debit Authorization, to designate the central P&I custodial account.

For those issuers who choose to use separate escrow and P&I custodial accounts for their Ginnie Mae II pools, in addition to submitting the form HUD 11709-A, designating the central P&I custodial account, lenders are required to submit forms HUD 11709, Master Letter Agreement for Servicer's Principal and Interest Custodial Account, and HUD 11720, Master Agreement for Servicer's Escrow Custodial Account.

For your convenience, enclosed are copies of the above forms. Chapter 3, Sections 14 and 15, Appendices 10 and 11, of the Ginnie Mae II Guide - Handbook 5500.2 ("Guide") provide instructions for completing the forms. Please refer to Chapter 8 of the Guide for instructions on issuing pools. The forms are to be submitted to the following address:

Ginnie Mae, c/o The Chase Manhattan Bank
Ginnie Mae Pool Processing Unit
55 Water Street, Room 506
New York, NY 10041

The issuers' RPB reporting numbers for Ginnie Mae II pools and loan packages are the same numbers used for reporting Ginnie Mae I pools except for the prefix "A". Instead of using the prefix "A", the prefix "B" is to be used to denote Ginnie Mae II reporting.

If you need any assistance with regard to this matter, please contact your single family account representative in the Office of Customer Service. The telephone number is (202) 708-1535.

Attachments