

Fannie Mae Single-Family LIBOR ARM Transition

February 5, 2020

GSE Announcement
Implementation Details

April 1, 2020

GSE Selling Guide

- Lenders may begin underwriting SOFR loans in DU
- SOFR notes and riders published

September 30, 2020

LIBOR Applications End

LIBOR loans must have Application Received Date on or before September 30

December 31, 2020

LIBOR Purchases End

- All LIBOR loans must be purchased by December 31
- Last MBS Pool Issuance December 1

APPLICATION TRANSITION

2020



2021

DELIVERY TRANSITION

June 1, 2020

Fallback Language

If not previously implemented, new fallback language must be included in notes and riders for non-SOFR ARM loans closed on or after June 1

August 3, 2020

Committing and Delivery Systems Update

- Sellers may begin entering into whole loan and MBS commitments for SOFR loans
- Sellers may begin delivering SOFR whole loans
- SOFR MBSs may have Pool Issue Dates beginning August 1

TBD 2021

Transition existing LIBOR ARM loans

- Fannie Mae specifies servicer implementation plans for transitioning existing LIBOR ARM loans in portfolio and MBS by end of 2021

CMT Purchases End

- Fannie Mae specifies last date to purchase new Constant Maturity Treasury (CMT) ARMs

